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HNB Assurance PLC

Condensed Consolidated Interim Financial Statements
30th June 2016

Consolidated Statements of Financial Position

As at,	Note	Group		Company	
		Unaudited	Audited	Unaudited	Audited
		30th Jun 2016 Rs. '000	31st Dec 2015 Rs. '000	30th Jun 2016 Rs. '000	31st Dec 2015 Rs. '000
Assets					
Property, Plant and Equipment		131,622	136,279	86,987	94,107
Intangible Assets		64,947	45,185	64,947	45,185
Deferred Tax Assets		51,272	49,394	-	-
Financial Investments	3	10,472,946	9,751,611	8,544,958	7,849,625
Investment in Subsidiary		-	-	1,150,000	1,150,000
Loans to Life Policyholders		102,805	91,992	102,805	91,992
Reinsurance Receivables		757,681	141,354	36,879	34,269
Premium Receivables		443,264	345,916	7,188	5,592
Other Assets		783,450	625,985	618,535	493,571
Insurance Contract - Deferred Expenses		71,291	65,935	-	-
Cash and Cash Equivalents		337,095	386,929	240,660	258,222
Total Assets		13,216,373	11,640,580	10,852,959	10,022,563
Equity and Liabilities					
Equity Attributable to the Equity Holders of Parent					
Stated Capital		1,171,875	1,171,875	1,171,875	1,171,875
Retained Earnings		1,115,060	1,174,262	1,362,885	1,397,806
Available for Sale Reserve		(12,849)	(4,748)	(779)	53
Other Reserves		(1,093)	(1,093)	(2,039)	(2,039)
Life Policyholders' Available for Sale Reserve Fund	5	(203,792)	(56,350)	(203,792)	(56,350)
Total Equity		2,069,201	2,283,946	2,328,150	2,511,345
Liabilities					
Insurance Contract Liabilities - Life Insurance	6	8,017,768	7,007,080	8,017,768	7,007,080
Insurance Contract Liabilities - General Insurance	7	2,121,035	1,546,265	-	-
Employee Defined Benefit Liabilities		85,171	81,001	45,362	44,008
Reinsurance Creditors		270,308	131,905	45,847	37,547
Other Liabilities		652,890	590,383	415,832	422,583
Total Liabilities		11,147,172	9,356,634	8,524,809	7,511,218
Total Equity and Liabilities		13,216,373	11,640,580	10,852,959	10,022,563

These Condensed Consolidated Interim Financial Statements are in compliance with the requirements of the Companies Act, No. 07 of 2007.



Indika Perera
Head of Finance

The Board of Directors is responsible for the preparation and presentation of these Condensed Consolidated Interim Financial Statements.
Signed on behalf of the Board;



Rose Cooray
Chairperson



J A P M Jayasekara
Director

Colombo, Sri Lanka
05th August 2016

Consolidated Statements of Profit or Loss and Other Comprehensive Income

Group			Group		Company		Change	
Year Ended	31 st Dec 2015		Unaudited	Unaudited	Unaudited	Unaudited	Group	Company
(Audited)	For the Six Months Ended 30th June,	Note	2016	2015	2016	2015	%	%
Rs. '000			Rs. '000	Rs. '000	Rs. '000	Rs. '000		
5,447,164	Gross Written Premium	8	3,126,928	2,682,911	1,642,298	1,283,501	17	28
(599,084)	Premium Ceded to Reinsurers		(422,682)	(302,691)	(75,845)	(53,301)	40	42
4,848,080	Net Written Premium		2,704,246	2,380,220	1,566,453	1,230,200	14	27
(122,677)	Net Change in Reserves for Unearned Premium		(69,509)	(168,998)	-	-	(59)	-
4,725,403	Net Earned Premium		2,634,737	2,211,222	1,566,453	1,230,200	19	27
Other Revenue								
871,049	Interest and Dividend Income	9	526,913	427,454	437,596	342,059	23	28
30,025	Net Realised Gains/(Losses)		(9,187)	23,697	(5,224)	17,326	(139)	(130)
16,583	Net Fair Value Gains/(Losses)		(17,688)	(4,917)	(15,445)	(4,298)	260	259
122,552	Fee and Commission Income		78,438	62,803	42,100	28,920	25	46
8,943	Other Income		7,161	1,798	9	4	298	125
1,049,152			585,637	510,835	459,036	384,011	15	20
5,774,555	Net Income		3,220,374	2,722,057	2,025,489	1,614,211	18	25
Net Benefits, Claims and Expenses								
(2,117,789)	Net Insurance Benefits and Claims		(926,267)	(841,327)	(138,749)	(121,131)	10	15
(1,462,100)	Change in Contract Liabilities - Life Fund		(1,023,708)	(839,565)	(1,023,708)	(839,565)	22	22
(1,363,757)	Other Operating and Administration Expenses		(761,932)	(645,705)	(425,905)	(348,927)	18	22
(632,107)	Underwriting and Net Acquisition Costs		(412,110)	(302,771)	(338,715)	(238,907)	36	42
(29,029)	Other Insurance Related Costs		(32,538)	(29,554)	(10,312)	(7,772)	10	33
(5,604,782)	Total Benefits, Claims and Other Expenses		(3,156,555)	(2,658,922)	(1,937,389)	(1,556,302)	19	24
169,773	Profit Before Taxation		63,819	63,135	88,100	57,909	1	52
27,571	Income Tax (Expenses)/Reversals	10	(23,021)	16,385	(23,021)	-	(241)	(100)
197,344	Profit for the Period	11	40,798	79,520	65,079	57,909	(49)	12
Other Comprehensive Income, Net of Related Tax								
Items that are or may be reclassified to profit or loss								
(87,480)	- Net Change in fair value of Available-For-Sale financial assets		(154,258)	(36,030)	(145,105)	(31,699)	328	358
(19,242)	- Realized Gains transferred to Income Statement		(3,162)	(10,909)	(3,169)	(13,386)	(71)	(76)
	- Net Change in fair value of Available-For-Sale financial assets							
97,098	transferred (to)/from Life Policyholders' Available For Sale Reserve Fund		147,442	41,997	147,442	41,997	251	251
1,286	- Related Tax	10	1,877	-	-	-	-	-
Items that will never be reclassified to profit or loss								
(2,270)	Actuarial Losses on Defined Benefit Plans		-	-	-	-	-	-
(10,608)	Total Other Comprehensive Income for the period net of Related Tax		(8,101)	(4,942)	(832)	(3,088)	64	(73)
186,736	Total Comprehensive Income for the period		32,697	74,578	64,247	54,821	(56)	17
Profit attributable to:								
197,344	Equity Holders of the Company		40,798	79,520	-	-	(49)	-
Total Comprehensive Income Attributable to:								
186,736	Equity Holders of the Company		32,697	74,578	-	-	(56)	-
3.95	Basic Earnings Per Share (Rs.)	12	0.82	1.59	1.30	1.16	(49)	12

Statement of Changes in Equity - Group

For the Period Ended 30th June 2016,

	Number of Shares '000	Stated Capital Rs. '000	Retained Earnings Rs. '000	Available for Sale Reserve Rs. '000	Other Reserves Rs. '000	Policyholders' AFS Reserve Fund Rs. '000	Total Equity Rs. '000
Audited balance as at 01st January 2015	50,000	1,171,875	1,196,546	3,590	1,177	40,748	2,413,936
Super Gain Tax			(31,378)	-	-	-	(31,378)
Total Comprehensive Income for the period			79,520	-	-	-	79,520
Profit for the period- Unaudited							
Other Comprehensive Income for the Period, net of tax							
Net Change in fair value of Available-For-Sale financial assets				(46,939)			(46,939)
Net Change in fair value of Available-For-Sale financial assets							
- transferred to Life Policyholders' Available For Sale Reserve Fund				41,997			41,997
Total Other Comprehensive Income for the period				(4,942)			(4,942)
Total Comprehensive Income for the period			79,520	(4,942)			74,578
Net Change in fair value of Available-For-Sale financial assets							
- transferred from Available For Sale Reserve						(41,997)	(41,997)
Transactions with owners recorded directly in equity							
Distributions to owners of the Company			(750)				(750)
Share Issue Transaction Cost - Subsidiary			(187,500)				(187,500)
Dividend paid to equity holders for 2014			1,056,438				1,056,438
Unaudited balance as at 30th June 2015	50,000	1,171,875	1,177,824	(1,352)	1,177	(1,249)	2,229,889
Total Comprehensive Income for the Period			117,824	-	-	-	117,824
Profit for the period- Unaudited							
Other Comprehensive Income for the Period, net of tax							
Net Change in fair value of Available-For-Sale financial assets				(58,497)			(58,497)
Net Change in fair value of Available-For-Sale financial assets							
- transferred to Life Policyholders' Available For Sale Reserve Fund				55,101			55,101
Actuarial Losses on Defined Benefit Plans					(2,270)		(2,270)
Total Other Comprehensive Income for the period				(3,396)	(2,270)		(5,666)
Total Comprehensive Income for the period			117,824	(3,396)	(2,270)		112,158
Net Change in fair value of Available-For-Sale financial assets							
- transferred from Available For Sale Reserve						(55,101)	(55,101)
Audited balance as at 31st December 2015	50,000	1,171,875	1,174,262	(4,748)	(1,093)	(56,350)	2,283,946
Audited balance as at 01st January 2016	50,000	1,171,875	1,174,262	(4,748)	(1,093)	(56,350)	2,283,946
Total Comprehensive Income for the Period			40,798	-	-	-	40,798
Profit for the period- Unaudited							
Other Comprehensive Income for the Period, net of tax							
Net Change in fair value of Available-For-Sale financial assets				(155,543)			(155,543)
Net Change in fair value of Available-For-Sale financial assets							
- transferred to Life Policyholders' Available For Sale Reserve Fund				147,442			147,442
Total Other Comprehensive Income for the period				(8,101)			(8,101)
Total Comprehensive Income for the period			40,798	(8,101)			32,697
Net Change in fair value of Available-For-Sale financial assets							
- transferred from Available For Sale Reserve						(147,442)	(147,442)
Transactions with owners recorded directly in equity							
Distributions to owners of the Company			(100,000)				(100,000)
Dividend paid to equity holders for 2015			1,115,060				1,115,060
Unaudited balance as at 30th June 2016	50,000	1,171,875	1,171,875	(12,849)	(1,093)	(203,792)	2,069,201

Stated Capital represents 50 Million Ordinary Shares as at 30th June 2016 (2015 - 50 Million Ordinary Shares).

Statement of Changes in Equity - Company

For the Period Ended 30th June 2016,

	Number of Shares	Stated Capital	Retained Earnings	Available for Sale Reserve	Other Reserves	Life Policyholders' AFS Reserve Fund	Total Equity
	'000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Audited balance as at 01st January 2015	50,000	1,171,875	1,189,039	3,523	1,177	40,748	2,406,362
Super Gain Tax		-	(31,378)	-	-	-	(31,378)
Total Comprehensive Income for the Period							
Profit for the Period - Unaudited			57,909	-	-	-	57,909
Other Comprehensive Income for the Period, net of tax							
Net Change in fair value of Available-For-Sale financial assets			-	(45,085)	-	-	(45,085)
Net Change in fair value of Available-For-Sale financial assets			-	-	-	-	-
- transferred to Life Policyholders' Available For Sale Reserve Fund			-	41,997	-	-	41,997
Total Other Comprehensive Income							
Total Comprehensive Income for the Period							
Net Change in fair value of Available For-Sale financial assets				(3,088)	-	-	(3,088)
- transferred from Available For Sale Reserve				3,088	-	-	3,088
Transactions with owners recorded directly in equity							
Distributions to owners of the Company							
Dividend paid to equity holders for 2014							
Dividend paid to equity holders for 2015							
Unaudited balance as at 30th June 2015	50,000	1,171,875	1,028,070	435	1,177	(1,249)	1,875,500
Total Comprehensive Income for the Period							
Profit for the period- Unaudited							
Other Comprehensive Income for the Period, net of tax							
Change in fair value of Available-For-Sale financial assets							
Net Change in fair value of Available-For-Sale financial assets				(55,483)	-	-	(55,483)
Net Change in fair value of Available-For-Sale financial assets				-	-	-	-
- transferred to Life Policyholders' Available For Sale Reserve Fund				55,101	-	-	55,101
Actuarial Losses on Defined Benefit Plans							
- transferred to Life Policyholders' Available For Sale Reserve Fund							
Total Other Comprehensive Income for the period							
Total Comprehensive Income for the period							
Net Change in fair value of Available-For-Sale financial assets							
- transferred from Available For Sale Reserve							
Audited balance as at 31st December 2015	50,000	1,171,875	1,397,806	53	(2,039)	(55,101)	2,511,345
Total Comprehensive Income for the Period							
Profit for the period- Unaudited							
Other Comprehensive Income for the Period, net of tax							
Net Change in fair value of Available-For-Sale financial assets							
Net Change in fair value of Available-For-Sale financial assets				(148,274)	-	-	(148,274)
Net Change in fair value of Available-For-Sale financial assets				-	-	-	-
- transferred to Life Policyholders' Available For Sale Reserve Fund				147,442	-	-	147,442
Total Other Comprehensive Income for the period							
Total Comprehensive Income for the period							
Net Change in fair value of Available-For-Sale financial assets							
- transferred from Available For Sale Reserve							
Transactions with owners recorded directly in equity							
Distributions to owners of the Company							
Dividend paid to equity holders for 2015							
Unaudited balance as at 30th June 2016	50,000	1,171,875	1,362,885	(779)	(2,039)	(203,792)	2,328,150

Stated Capital represents 50 Million Ordinary Shares as at 30th June 2016 (2015 - 50 Million Ordinary Shares).

Consolidated Cash Flow Statements

<i>For the Six Months Ended 30th June,</i>	Group		Company		
	Note	Unaudited 2016	Unaudited 2015	Unaudited 2016	Unaudited 2015
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
Cash Flow From Operating Activities					
Profit Before Taxation		63,819	63,135	88,100	57,909
<i>Adjustments for:</i>					
Interest Income		(518,594)	(407,698)	(430,831)	(329,682)
Dividend Income		(8,319)	(19,756)	(6,765)	(12,377)
Amortisation of Intangible Assets		9,896	7,418	9,896	4,169
Depreciation		20,576	25,616	14,486	14,469
Provision for Employee Benefits		11,195	12,146	6,519	5,247
Net Realised (Gains)/Losses		9,187	(23,697)	5,224	(17,326)
Net Fair Value Losses		17,688	4,917	15,445	4,298
Gains on Sale of Property, Plant and Equipment		(9)	(34)	(9)	(4)
		(394,561)	(337,953)	(297,935)	(273,297)
Change in Operating Assets	A	(887,533)	(93,530)	(140,062)	19,130
Change in Operating Liabilities	B	1,786,368	935,517	1,012,237	730,503
Cash Flows from Operating Activities		504,274	504,034	574,240	476,336
Gratuity Paid		(7,025)	(9,745)	(5,165)	(8,846)
Net Cash Generated from Operating Activities		497,249	494,289	569,075	467,490
Cash Flows from Investing Activities					
Net Acquisition of Investment Securities		(963,657)	(504,332)	(911,534)	(474,176)
Interest Received		553,599	371,023	455,068	298,878
Dividend Received		8,543	19,756	6,844	12,377
Acquisition of Intangible Assets		(29,658)	(2,458)	(29,658)	(2,458)
Acquisition of Property, Plant and Equipment		(15,919)	(27,616)	(7,366)	(22,613)
Proceeds from the Sale of Property, Plant and Equipment		9	103	9	65
Net Cash Used in Investing Activities		(447,083)	(143,524)	(486,637)	(187,927)
Cash Flows from Financing Activities					
Dividend Paid		(100,000)	(187,500)	(100,000)	(187,500)
Net Cash Used in Financing Activities		(100,000)	(187,500)	(100,000)	(187,500)
Net Increase/(Decrease) in Cash and Cash Equivalents	C	(49,834)	163,265	(17,562)	92,063
Cash and Cash Equivalents at the beginning of the Period		386,929	173,245	258,222	97,908
Cash and Cash Equivalents at the end of the Period		337,095	336,510	240,660	189,971
Notes to the Cash Flow Statement					
A. Change in Operating Assets					
Increase in Deferred Expenses		(5,356)	(17,246)	-	-
Increase in Loans to Life Policyholders		(10,813)	(9,281)	(10,813)	(9,281)
Increase in Reinsurance Receivables		(616,327)	(20,620)	(2,610)	(13,831)
Increase in Premium Receivables		(97,348)	(61,357)	(1,596)	(509)
(Increase)/Decrease in Other Assets		(157,689)	14,974	(125,043)	42,751
		(887,533)	(93,530)	(140,062)	19,130
B. Change in Operating Liabilities					
Increase/(Decrease) in Other Liabilities		62,507	(39,947)	(6,751)	(101,405)
Increase in Insurance Contract Liabilities - General Insurance		574,770	100,657	-	-
Increase in Insurance Contract Liabilities - Life Insurance		1,010,688	839,565	1,010,688	839,565
Increase/(Decrease) in Reinsurance Creditors		138,403	35,242	8,300	(7,657)
		1,786,368	935,517	1,012,237	730,503
C. Increase / (Decrease) in Cash and Cash Equivalents					
Net Cash and Cash Equivalents at the end of the period		337,095	336,510	240,660	189,971
Net Cash and Cash Equivalents at the beginning of the period		386,929	173,245	258,222	97,908
Net Increase/(Decrease) in Cash and Cash Equivalents		(49,834)	163,265	(17,562)	92,063

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Three Months Ended 30th June ,	Note	Group		Change	Company	
		Unaudited		%	Unaudited	
		2016	2015		2016	2015
		Rs. '000	Rs. '000		Rs. '000	Rs. '000
Gross Written Premium	8	1,515,977	1,325,099	14	804,848	657,083
Premium Ceded to Reinsurers		(210,110)	(142,472)	47	(38,210)	(18,543)
Net Written Premium		1,305,867	1,182,627	10	766,638	638,540
Net Change in Reserves for Unearned Premium		(7,626)	(32,580)	(77)	-	-
Net Earned Premium		1,298,241	1,150,047	13	766,638	638,540
Other Revenue						
Interest and Dividend Income	9	283,843	225,151	26	236,695	179,720
Net Realised Gains		1,911	9,539	(80)	2,113	5,349
Net Fair Value Gains		18,867	6,703	181	11,314	5,064
Fee and Commission Income		24,424	23,883	2	7,902	5,275
Other Income		4,535	1,098	313	9	64
		333,580	266,374	25	258,033	195,472
Net Income		1,631,821	1,416,421	15	1,024,671	834,012
Net Benefits, Claims and Expenses						
Net Insurance Benefits and Claims		(492,990)	(424,701)	16	(71,703)	(55,354)
Change in Contract Liabilities - Life Fund		(524,232)	(450,632)	16	(524,232)	(450,632)
Other Operating and Administration Expenses		(384,547)	(333,153)	15	(219,508)	(188,935)
Underwriting and Net Acquisition Costs		(194,180)	(135,907)	43	(157,263)	(104,902)
Other Insurance Related Costs		(17,911)	(24,716)	(28)	(5,243)	(5,250)
Total Benefits, Claims and other Expenses		(1,613,860)	(1,369,109)	18	(977,949)	(805,073)
Profit Before Taxation		17,961	47,312	(62)	46,722	28,939
Income Tax (Expenses)/Reversal	10	(10,695)	16,682	(164)	(13,258)	297
Profit for the Period	11	7,266	63,994	(89)	33,464	29,236
Other Comprehensive Income, Net of Related Tax						
Items that are or may be reclassified to profit or loss						
- Net Change in fair value of available-for-sale financial assets		(3,162)	56,387	(106)	(4,071)	52,552
- Realized Gains transferred to Income Statement		(3,162)	(10,909)	(71)	(3,169)	(9,863)
- Net Change in fair value of available-for-sale financial assets transferred (to)/ From Life Policyholder's Available For Reserve Fund		7,312	(42,254)	(117)	7,312	(42,254)
- Related Tax	10	1,877	-	-	-	-
Items that will never be reclassified to profit or loss		-	-	-	-	-
Actuarial Losses on Defined Benefit Plans		-	-	-	-	-
Total Other Comprehensive Income for the Period		2,865	3,224	(11)	72	435
Total Comprehensive Income for the Period		10,131	67,218	(85)	33,536	29,671
Profit attributable to:						
Equity Holders of the Company		7,266	63,994	(89)	-	-
Total Comprehensive Income Attributable to:		-	-	-	-	-
Equity Holders of the Company		10,131	67,218	(85)	-	-
Basic Earnings Per Share (Rs.)	12	0.15	1.28	(89)	0.67	0.58

Operating Segment Information - Profitability

	Unaudited		Unaudited	
	For the Six months ended 30th June 2016		For the Six months ended 30th June 2015	
	Life Insurance Rs. '000	General Insurance Rs. '000	Life Insurance Rs. '000	General Insurance Rs. '000
Gross Written Premium	1,642,298	1,495,228	1,283,501	1,413,545
Premium Ceded to Reinsurers	(75,845)	(346,837)	(53,301)	(249,390)
Net Written Premium	1,566,453	1,148,391	1,230,200	1,164,155
Net Change in Reserves for Unearned Premium	-	(69,509)	-	(168,998)
Net Earned Premium	1,566,453	1,078,882	1,230,200	995,157
Other Revenue				
Interest and Dividend Income	437,596	89,317	342,059	85,395
Net Realised Gains/(Losses)	(5,224)	(3,963)	17,326	9,894
Net Fair Value Losses	(15,445)	(2,243)	(4,298)	(619)
Fees and Commission Income	42,100	38,369	28,920	36,277
Other Income	9	7,152	4	1,794
	459,036	128,632	384,011	132,741
Net Income	2,025,489	1,207,514	1,614,211	1,127,898
Net Benefits, Claims and Expenses				
Net Insurance Benefits and Claims	(138,749)	(787,518)	(121,131)	(720,196)
Change in Contract Liabilities - Life Fund	(1,023,708)	-	(839,565)	-
Other Operating and Administration Expenses	(425,905)	(348,656)	(348,927)	(313,306)
Underwriting and Net Acquisition Cost	(338,715)	(73,395)	(238,907)	(63,864)
Other Insurance Related Cost	(10,312)	(22,226)	(7,772)	(21,782)
Total Benefits, Claims and other Expenses	(1,937,389)	(1,231,795)	(1,556,302)	(1,119,148)
Profit Before Taxation	88,100	(24,281)	57,909	8,750
Income Tax (Expense) / Reversal	(23,021)	-	-	16,385
Profit/(Loss) for the Year	65,079	(24,281)	57,909	25,135

Operating Segment Information - Assets and Liabilities

As at,	Unaudited		Audited	
	30th June 2016		31st December 2015	
	Life Insurance Rs. '000	General Insurance Rs. '000	Life Insurance Rs. '000	General Insurance Rs. '000
Assets				
Property, Plant and Equipment	86,987	44,635	94,107	42,172
Intangible Assets	64,947	-	45,185	-
Deferred Tax Assets	-	51,272	-	49,394
Financial Investments	8,544,958	1,927,988	7,849,625	1,901,986
Investment in Subsidiary	1,150,000	-	1,150,000	-
Loans to Life Policyholders	102,805	-	91,992	-
Reinsurance Receivables	36,879	720,802	34,269	107,085
Premium Receivables	7,188	436,076	5,592	340,324
Other Assets	618,535	198,308	493,571	141,431
Insurance Contract - Deferred Expenses	-	71,291	-	65,935
Cash and Cash Equivalents	240,660	96,435	258,222	128,707
Total Assets	10,852,959	3,546,807	10,022,563	2,777,034
Liabilities				
Insurance Contract Liabilities - Life	8,017,768	-	7,007,080	-
Insurance Contract Liabilities - General	-	2,121,035	-	1,546,265
Employee Defined Benefit Liabilities	45,362	39,809	44,008	36,993
Reinsurance Creditors	45,847	224,461	37,547	94,358
Other Liabilities	415,832	270,451	422,583	176,817
Total Liabilities	8,524,809	2,655,756	7,511,218	1,854,433

Notes to the Condensed Consolidated Interim Financial Statements

1 CORPORATE INFORMATION

a). Reporting Entity

HNB Assurance PLC ("the Company") is a Listed Company incorporated on 23rd August 2001 with limited liability and domiciled in Sri Lanka. The registered office of the Company is situated at No. 479, T B Jayah Mawatha, Colombo 10 and the principal place of business is situated at No. 10, Sri Uttararanda Mawatha, Colombo 3. The Ordinary Shares of the Company are listed on the Colombo Stock Exchange (CSE).

The Group's controlling entity and ultimate parent undertaking is Hatton National Bank PLC which is incorporated in Sri Lanka.

b). Approval of financial statements

The financial statements were authorized for issue by the Board of Directors on 05th August 2016.

Figures in these Condensed Consolidated Interim Financial Statements for the period ended 30th June 2016 are provisional and unaudited.

2 BASIS OF PREPARATION

These Condensed Consolidated Interim Financial Statements of the Group and the Company have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting and comply with the requirements of the Companies Act, No. 7 of 2007 and the Regulation of Insurance Industry Act, No. 43 of 2000.

The same accounting policies and methods of computation as stated in the Audited Financial Statements - 2015 have been followed in preparation of these Condensed Consolidated Interim Financial Statements.

New SLFRSs and interpretations issued but not yet effective have not been early adopted during the period.

Comparative information has been re-valued/re-classified where necessary, to conform to the current period recognition, measurement and presentations.

3 FINANCIAL INVESTMENTS

As at,	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	30th Jun 2016	31st Dec 2015	30th Jun 2016	31st Dec 2015
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Held-to-maturity financial assets, at amortised cost	478,338	472,565	324,693	320,426
Loans and Receivables	4,640,808	6,444,029	3,558,623	5,151,718
Available-for-sale financial assets	5,176,651	1,659,296	4,530,407	1,559,525
Financial assets at fair value through profit or loss	177,149	1,175,721	131,235	817,956
Total Financial Investments	10,472,946	9,751,611	8,544,958	7,849,625

4 THE ACCOUNTING POLICY FOR CONSOLIDATION OF SUBSIDIARY

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases. Inter-company transactions, balances and unrealised gains on transactions between group companies and unrealised losses are eliminated. Amounts reported by subsidiary company are adjusted to conform with the Group's accounting policies when necessary.

5 LIFE POLICYHOLDERS' AVAILABLE FOR SALE RESERVE FUND

Life Policyholders' Available For Sale Reserve Fund includes the initial impact of the implementation of new accounting standards and the Other Comprehensive Income in respect of Life Insurance related assets.

5a) As disclosed in note No 5, unrealised gains and losses of Available for Sale financial assets of Life Insurance is included under Life Policyholders' Available For Sale Reserve Fund in Equity.

Notes to the Condensed Consolidated Interim Financial Statements

6 INSURANCE CONTRACT LIABILITIES - LIFE

As at,	Group		Company	
	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000
Life Insurance Fund (Note 6 a)	7,949,817	6,926,109	7,949,817	6,926,109
Claims Outstanding	67,951	80,971	67,951	80,971
Total Insurance Contract Liabilities	8,017,768	7,007,080	8,017,768	7,007,080

6 a) Life Insurance Fund

The movement in the Life Insurance Fund is as follows:

Balance as at the beginning of the period	6,926,109	5,464,009	6,926,109	5,464,009
Change in Contract Liabilities Life Fund				
Increase in Life Insurance Fund Before				
Surplus Distribution to Shareholders	1,023,708	1,772,169	1,023,708	1,772,169
Surplus Distributed to Shareholders	-	(310,069)	-	(310,069)
Increase in Life Insurance Fund	1,023,708	1,462,100	1,023,708	1,462,100
Balance as at the end of the period	7,949,817	6,926,109	7,949,817	6,926,109

6 b) The Valuation of the Insurance Contract Liabilities - Life Fund have been carried out by the Consultant Actuaries for the period ended 30th June 2016 and have ensured adequate provisions have been made in these Condensed Consolidated Interim Financial Statements.

6 c) Liability Adequacy Test

Liability Adequacy Test (LAT) for Life Insurance contract liabilities was carried out as at 30th June 2016. It was carried out by Mr. Hassan Scott Odierno for and on behalf of Actuarial Partners Consulting Sdn Bhd.

7 INSURANCE CONTRACT LIABILITIES - GENERAL

As at,	Group		Company	
	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000
Reserves for Net Unearned Premium	1,164,473	1,098,217	-	-
Reserves for Title Insurance	22,406	19,153	-	-
Reserves for Gross Outstanding Claims	934,156	428,895	-	-
Total Insurance Contract Liabilities	2,121,035	1,546,265	-	-

7 a) The Valuation of the IBNR/IBNER have been carried out by the Consultant Actuaries for the period ended 30th June 2016 and have ensured that adequate provisions have been made in these Condensed Consolidated Interim Financial Statements.

7 b) Liability Adequacy Test

The Company has carried out a Liability Adequacy Test (LAT) in respect of General Insurance Contract Liabilities as required by SLFRS 4 - Insurance Contracts as at 30th June 2016. It was carried out by Mr. Matthew Maguire for and on behalf of NMG Financial Services Consulting Pte Limited.

Notes to the Condensed Consolidated Interim Financial Statements

8 GROSS WRITTEN PREMIUM

Group		Group		Company	
Audited 31st Dec 2015 Rs. '000	For the Six Months Ended,	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
General Insurance					
370,886	Fire	249,954	193,293	-	-
2,048,504	Motor	1,041,703	1,039,350	-	-
36,062	Marine	19,786	23,431	-	-
222,804	Miscellaneous	182,586	144,097	-	-
<u>2,678,256</u>	General Insurance Gross Written Premium	<u>1,494,029</u>	<u>1,400,171</u>	<u>-</u>	<u>-</u>
Life Insurance					
2,704,394	Individual Policies	1,579,558	1,260,553	1,579,558	1,260,553
64,514	Corporate Policies	53,341	22,187	62,740	22,948
<u>2,768,908</u>	Life Insurance Gross Written Premium	<u>1,632,899</u>	<u>1,282,740</u>	<u>1,642,298</u>	<u>1,283,501</u>
<u>5,447,164</u>	Total Gross Written Premium	<u>3,126,928</u>	<u>2,682,911</u>	<u>1,642,298</u>	<u>1,283,501</u>

Group		Group		Company	
For the Three Months Ended,		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
General Insurance					
Fire		125,046	101,011	-	-
Motor		518,257	507,061	-	-
Marine		9,279	10,943	-	-
Miscellaneous		63,202	49,066	-	-
General Insurance Gross Written Premium		<u>715,784</u>	<u>668,081</u>	<u>-</u>	<u>-</u>
Life Insurance					
Individual Policies		767,930	639,410	767,930	639,410
Corporate Policies		32,263	17,608	36,918	17,673
Life Insurance Gross Written Premium		<u>800,193</u>	<u>657,018</u>	<u>804,848</u>	<u>657,083</u>
Total Gross Written Premium		<u>1,515,977</u>	<u>1,325,099</u>	<u>804,848</u>	<u>657,083</u>

9 INTEREST AND DIVIDEND INCOME

Group		Group		Company	
Audited 31st Dec 2015 Rs. '000	For the Six Months Ended,	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
843,579	Interest Income	518,594	407,698	430,831	329,682
27,470	Dividend Income	8,319	19,756	6,765	12,377
<u>871,049</u>	Total	<u>526,913</u>	<u>427,454</u>	<u>437,596</u>	<u>342,059</u>

Group		Group		Company	
For the Three Months Ended,		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
Interest Income		278,762	207,844	232,719	169,270
Dividend Income		5,081	17,307	3,976	10,450
Total		<u>283,843</u>	<u>225,151</u>	<u>236,695</u>	<u>179,720</u>

Notes to the Condensed Consolidated Interim Financial Statements

10 INCOME TAX (EXPENSES) / REVERSAL

Group		Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
Audited 31st Dec 2015 Rs. '000	For the Six months ended,				
-	Current Tax Charge	-	-	-	-
(29,383)	Provision for Notional Tax (NTC) - Life Insurance	(23,021)	-	(23,021)	-
56,954	Deferred Income Tax - Profit or Loss	-	16,385	-	-
<u>27,571</u>	Total	<u>(23,021)</u>	<u>16,385</u>	<u>(23,021)</u>	<u>-</u>
1,286	Deferred Income Tax - Other Comprehensive Income	1,877	-	-	-
<u>1,286</u>	Total	<u>1,877</u>	<u>-</u>	<u>-</u>	<u>-</u>

Group		Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
<i>For the Three Months Ended</i>					
	Current Tax Charge	2,563	297	-	297
	Provision for Notional Tax (NTC) - Life Insurance	(13,258)	-	(13,258)	-
	Deferred Income Tax	-	16,385	-	-
	Total	<u>(10,695)</u>	<u>16,682</u>	<u>(13,258)</u>	<u>297</u>
	Deferred Income Tax - Other Comprehensive Income	1,877	-	-	-
	Total	<u>1,877</u>	<u>-</u>	<u>-</u>	<u>-</u>

The Company and its subsidiary are liable to pay income tax at the rate of 28% (2015 - 28%) of its taxable profits in accordance with the provisions of the Inland Revenue Act, No. 10 of 2006 and subsequent amendments thereto.

11 PROFIT/(LOSS) FOR THE PERIOD

Group		Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
Audited 31st Dec 2015 Rs. '000	for the Six months ended,				
424,690	HNB Assurance PLC	65,079	54,385	65,079	57,909
(227,346)	HNB General Insurance Ltd	(24,281)	25,135	-	-
<u>197,344</u>	Total	<u>40,798</u>	<u>79,520</u>	<u>65,079</u>	<u>57,909</u>

Group		Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
<i>For the Three Months Ended</i>					
	HNB Assurance PLC	33,464	29,236	33,464	29,236
	HNB General Insurance Ltd	(26,198)	34,758	-	-
	Total	<u>7,266</u>	<u>63,994</u>	<u>33,464</u>	<u>29,236</u>

12 BASIC EARNINGS PER SHARE (EPS)

Basic Earnings Per Share is calculated by dividing the net profit after tax for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

Group		Group		Company	
		Unaudited 30th Jun 2016	Unaudited 30th Jun 2015	Unaudited 30th Jun 2016	Unaudited 30th Jun 2015
Audited 31st Dec 2015	for the Six months ended,				
197,344	Profit for the period (Rs. '000)	40,798	79,520	65,079	57,909
50,000	Weighted average number of shares ('000)	50,000	50,000	50,000	50,000
<u>3.95</u>	Basic Earnings Per Share (Rs.)	<u>0.82</u>	<u>1.59</u>	<u>1.30</u>	<u>1.16</u>

Notes to the Condensed Consolidated Interim Financial Statements

For the Three months ended,	Group		Company	
	Unaudited 30th Jun 2016	Unaudited 30th Jun 2015	Unaudited 30th Jun 2016	Unaudited 30th Jun 2015
Profit for the period (Rs. '000)	7,266	63,994	33,464	29,236
Weighted average number of shares ('000)	50,000	50,000	50,000	50,000
Basic Earnings Per Share (Rs.)	0.15	1.28	0.67	0.58

13 RELATED PARTY DISCLOSURES

a) Transactions with the Parent and Ultimate Controlling Party - Hatton National Bank PLC

Nature of Transaction	Group		Company	
	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
For the Six months ended,				
Insurance Premium	3,100	2,442	2,759	2,388
Investment Income	14,979	15,549	13,205	12,797
Administration Expenses	83,931	86,164	49,924	35,026
Claims Incurred	4,675	4,894	-	-
Rent and other Expenses	28,207	23,130	21,790	23,130
Dividend Paid	59,986	112,474	59,986	112,474
Nature of Transaction	Group		Company	
Balance as at,	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000
Investments Balance (Includes Deposits and Debentures)	327,135	300,886	292,450	212,825
Cash at Bank Balances	238,616	168,583	162,036	87,949

b) Transaction with the Subsidiary Company - HNB General Insurance Ltd.

Nature of Transaction	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
Insurance Premium	9,399	761
Insurance Expenses	1,199	13,374
Administrations Expenses Reimbursement	104,431	74,239
Profit Commission Expense	2,713	2,626

c) Transactions with / between Subsidiary Companies of the Parent Company

Name of the Company	Nature of Transaction	Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
Sithma Development (Pvt) Ltd	Insurance Premium	-	38	-	-
HNB Grameen Finance Ltd	Insurance Premium	46,116	11,035	45,679	10,564
	Claims Incurred	7,738	-	7,591	-
	Administration Expenses	4,588	-	4,562	-

Notes to the Condensed Consolidated Interim Financial Statements

d) Transactions with other Related Entities

Name of the Company	Nature of Transaction	Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
ACUIY Partners (Pvt) Ltd	Insurance Premium	791	-	426	-
	Claims incurred	232	-	222	-
ACUIY Securities Ltd	Investment Income from REPO	27,175	10,895	19,991	8,757

Name of the Company	Nature of Transaction	Group		Company	
		Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000
ACUIY Securities Ltd	Investment In REPO	210,606	918,569	151,515	755,544

e) Transactions with Key Management Personnel of the Group or its Parent Hatton National Bank PLC

Nature of Transaction	Unaudited 30th Jun 2016 Rs. '000	Unaudited 30th Jun 2015 Rs. '000
Director Fee	6,370	1,816
Short-term and Post employment benefits	35,673	27,684
Insurance Premium	848	555
Claims Paid	106	283

Mr. NHT I Perera was appointed as a Director (non-executive/non-independent) to the Board of HNB Assurance PLC w.e.f 08th January 2016.

Mr. M U De Silva, a Director of HNB Assurance PLC has tendered his resignation from being a Director of the Company w.e.f 08th January 2016.

Mr. Deepthi Lokurachchci was appointed as the Chief Executive Officer of HNB Assurance PLC and HNB General Insurance Limited w.e.f 02 nd May 2016.

The nature of the related party transactions in the current period were similar to those reported in the Audited Financial Statements – 2015 except for the above changes.

14 SUPER GAIN TAX

As per the provision of Part III of the Finance Act, No. 10 of 2015 which was certified on 30th October 2015, the Company was liable for Super Gain Tax of Rs. 31.4 Million. According to the Act, the super gain tax shall be deemed to be an expenditure in the financial statement relating to the year of assessment which commenced on 01st April 2013. The Act supersedes the requirements of Sri Lanka Accounting Standards hence the expense of Super Gain Tax was accounted in accordance with the requirements of the said Act as recommended by the Statement of Alternative Treatment (SoAT) on Accounting for Super Gain Tax issued by the Institute of Chartered Accountants of Sri Lanka, dated 24th November 2015.

15 EVENTS OCCURRING AFTER THE REPORTING DATE

There have been no material events occurring after the Reporting date that require adjustments to or disclosure in the Condensed Consolidated Interim Financial Statements.

16 CAPITAL COMMITMENTS

a) As at the end of the interim period, no material capital expenditure was approved by the Board and contracted for which no provision has been made in the Condensed Consolidated Interim Financial Statements. (2015 - Nil).

b) Future commitments on operating leases

Nature of Transaction As at,	Unaudited 30th Jun 2016 Rs. '000	Audited 31st Dec 2015 Rs. '000
Less than one year	62,424	68,023
Between one and five years	138,935	142,620
More than five years	3,147	7,166
Total Operating Lease Commitments	204,506	217,809

Notes to the Condensed Consolidated Interim Financial Statements

17 CONTINGENCIES

a) The Inland Revenue Department has taken the view that reinsurance claims and commission for the year of assessment 2010/11 on General Insurance business is liable for value added tax (VAT). Accordingly the Company has received a VAT Assessment on Reinsurance Claims and Commissions amounting to Rs. 13.3 Million for the year of Assessment 2010/2011. This has been a common assessment to most of the Insurance Companies who are in the General Insurance business, issued by the Inland Revenue Department (IRD). However the companies in the Insurance Industry are of the strong view that they are not liable to pay VAT on Reinsurance and claims. The Company has filed due responses in consultation with Tax Consultants and has made an appeal to the Tax Appeals Commission. The Company has obtained a Bank Guarantee of Rs 3.3 Million against the appeal made. As such the Company is of the strong view that no additional tax liabilities will arise due to this Assessment. No further response has been received on this matter as of the date of authorizing these Condensed Consolidated Financial Statements. VAT on reinsurance and claims has been exempted by the Inland Revenue Department w.e.f. 01st January 2011. This is an indication that realization of this liability is remote.

b) The Company has received a tax Intimation letter on Life Insurance taxation for the year of assessment 2011/2012. However, no assessment has been issued yet on this intimation. The Company is of the strong view that no additional tax liability will arise due to this intimation letter and also the Company has filed a response highlighting our view, which was done in consultation with our Tax Consultants. Even if this tax intimation would materialise against the Company, no additional tax liabilities are required for the Company. However, the accumulated tax loss of the Life Business will come down by Rs. 310 Million.

c) The Company has received a Notice of Assessment for Life Insurance taxation for the year of assessment 2012/2013. The Company has filed a petition of appeal through our Tax Consultants and the Company is of the strong view that no additional tax liability will arise due to this. Even in the event that this Assessment would materialize against the Company, no additional tax liabilities are required for the Company since the Company has accumulated tax losses. However, the accumulated tax loss of the Life Business will come down by Rs. 278 Million.

d) The Company has received a Notice of Assessment for Life Insurance taxation for the year of assessment 2013/2014. We have filed a petition of appeal through our Tax Consultants. In the event that this Assessment would materialize against the Company, there will be a tax liability of Rs 132 Million after utilizing all available tax losses. However, the Company together with our Tax Consultants are of the strong view that the liabilities raised in this assessment would not materialize.

e) The Company has received an official communication from the IRD stating that the Company is liable for VAT and NBT on Financial Services (FS). The IRD is of the view that HNBA liability has arisen based on section 25C of VAT Act No 14 of 2002 with the application of attributable method. Accordingly, it is stated that the Company has registered to pay VAT and NBT on FS w.e.f 01st January 2014 and registered to pay VAT and NBT w.e.f 01st January 2014. However, Companies who are engaged in Insurance Industry and our Tax Consultant's are of the view that insurance Companies are not liable for VAT and NBT on FS, as the Companies are in the insurance business and do not engage in the business of financial service directly. Therefore, the Company has requested the IRD to cancel the registration on VAT and NBT on FS which is the stance of the entire Insurance Industry. As such we expect no liability to materialize in respect of the same.

f) In the opinion of the Directors, and in consultation with the Company Lawyers, litigations currently pending against the Company would not have a material impact on the reported Interim Financial results of the Company. All pending litigations for claims have been evaluated and adequate provisions have been made in these Condensed Consolidated Interim Financial Statements where necessary.

18 TRANSFER PRICING

Provision on transfer pricing under sections 104 and 104A of the Inland Revenue Act, No.10 of 2006 covers the transactions with associated undertakings. Compliance reporting will be enforced from the year of assessment 2015/16. During the period, certain transactions including provision of insurance solutions and placement of deposits have taken place with parent entity (associated undertaking). Both the companies (HNB Assurance PLC and HNB General Insurance Limited) are of the view that the transactions with parent entity have taken place on arm's length pricing. As the aggregate value of transactions of each company with the associated undertaking is more than Rs. 50 Million, both companies are required to maintain separate documentation as prescribed by transfer pricing regulation. Both Companies have obtained professional advice from Tax Consultants to prepare the required documentation to comply with transfer pricing regulation.

Share Information

Top 20 Shareholders

Name of the Shareholder	As at 30th June 2016	
	Shareholding	% on Issued Shares
1 Hatton National Bank PLC A/c No.1	29,993,000	59.99%
2 The Ceylon Guardian Investment Trust PLC A/c No.2	2,000,000	4.00%
3 Mercantile Merchant Bank Ltd	913,265	1.83%
4 Janashakthi General Insurance Limited	824,425	1.65%
5 Bank of Ceylon A/c Ceybank Century Growth Fund	648,244	1.30%
6 Mr. Mohamed Faizer Hashim	530,534	1.06%
7 Salamander Investments (Pvt) Ltd.	475,000	0.95%
8 Mrs. Arunthathi Selliah	400,000	0.80%
9 Waldock Mackenzie Ltd/Mr S.N.P.Palihena and Mrs. A.S. Palihena	400,000	0.80%
10 Mrs. Abiramipillai Kailasapillai	400,000	0.80%
11 Arunodhaya Industries (Pvt) Ltd.	400,000	0.80%
12 Arunodhaya (Pvt) Ltd.	400,000	0.80%
13 Arunodhaya Investments (Pvt) Ltd.	400,000	0.80%
14 Union Assurance PLC/No. 1 A/c	336,266	0.67%
15 Phoenix Ventures (Pvt) Ltd.	260,000	0.52%
16 Corporate Holdings (Pvt) Ltd. A/c No.1	245,103	0.49%
17 Mr. Madduma Hetti Vidanelage Upali Gunatilake	202,060	0.40%
18 Mr. Kailasapillai Aravinthan	200,000	0.40%
19 Andysel Private Limited	200,000	0.40%
20 EST OF LAT Rajaratnem Senathirajah (Deceased)	191,323	0.38%
	<u>39,419,220</u>	<u>78.84%</u>

Public Shareholding

	As at 30th June 2016	
	No.	% on Issued Shares
Number of Shares	19,331,497	38.66%

Public Shareholding

	As at 30th June 2016	
	No.	% on Total No. of shareholders
Number of Share Holders	3,512	99.72%

Share Information (Contd.)

Shareholdings of Directors and Chief Executive Officer

Name of the Director	No. of Shares as at 30th June 2016
Mrs. Rose Cooray	15,000
Mr. Sarath Ratwatte	14,666
Mr. J A P M Jayasekara	83,057
Mr. K Balasundaram	10,000
Mr. D P N Rodrigo	180
Mrs. S N Wickramasinghe	52,500
Dr. S Selliah	100,000
Mr. N H T I Perera	100
Mr. D P Lokuarachchi - (Chief Executive Officer)	Nil

Number of Shares

No. of shares representing the Stated Capital	50,000,000
Class of Share	Ordinary
Voting Rights	One vote per Ordinary Share

Share Performance

	Rs.
Net Asset Value Per Share as at 30th June 2016 - Group	41.38
Net Asset Value Per Share as at 30th June 2016 - Company	46.56
Highest Price Per Share for the Interim Period	68.80
Lowest Price Per Share for the Interim Period	53.00
Last traded Price Per Share as at 30th June 2016	58.50