

SMB LEASING PLC

INTERIM REPORT

QUARTER ENDED 30TH JUNE 2011

SMB LEASING PLC
INCOME STATEMENT

For the Period Ended	Company					
	3 Months ended 30th June 2011	3 Months ended 30th June 2010	Change %	6 Months ended 30th June 2011	6 Months Ended 30th June 2010	Change %
	Rs.	Rs.		Rs.	Rs.	
Gross Income	24,409,183	34,043,299	(28.30)	60,641,383	68,582,327	(11.58)
Interest Income	10,223,662	30,478,897	(66.46)	37,808,759	58,720,183	(35.61)
Less: Interest Expenses	(13,127,403)	(21,118,388)	(37.84)	(25,785,168)	(35,564,473)	(27.50)
Net Interest Income	(2,903,741)	9,360,509	(131.02)	12,023,591	23,155,710	48.08
Other Income	14,185,521	3,564,402	297.98	22,832,624	9,862,145	131.52
Net Income	11,281,780	12,924,911	(12.71)	34,856,215	33,017,855	5.57
Less: Operating Expenses						
Personnel Costs	(6,665,194)	(4,646,322)	43.45	(13,741,596)	(11,787,900)	16.57
Premises, Equipment & Establishment Exp.	(3,029,667)	(2,417,378)	25.33	(5,276,913)	(4,836,762)	9.10
Other Overhead Expenses	(5,051,701)	(5,489,787)	(7.98)	(10,201,845)	(8,213,540)	
Loan Loss Provision	(13,110,136)	16,749,559	(178.27)	(17,021,505)	12,596,842	(235.13)
Provision for falling value of Investment	-	-	-	127,287	-	-
Operating Expenses	(27,856,697)	4,196,072	(763.88)	(46,114,571)	(12,241,360)	276.71
Operating Profit/(Loss) Before VAT on Financial Services	(16,574,917)	17,120,983	(196.81)	(11,258,356)	20,776,495	(154.19)
Share of Associate co. Profit/ (Loss)						
Less :Tax on Profit on Ordinary Activities	-	-				
VAT on Financial Services	(415,138)	(195,523)		(1,752,772)	(195,523)	
Deferred Taxation						
Operating Profit/(Loss) Before Taxation	(16,990,055)	16,925,460	(200.38)	(13,011,128)	20,580,972	(163.22)
Taxation	-	-		-	-	
Profit/(Loss) After Taxation	(16,990,055)	16,925,460	(200.38)	(13,011,128)	20,580,972	(163.22)
Basic Earnings per share	(0.01)	0.01		(0.01)	0.01	

The company has made an additional provision of Rs.10 Million for the quarter ended 30th June 2011, based on the direction no 03 of the Finance companies act no 78 of 1988

Figures in brackets indicate deductions
The Above figures are provisional and subject to audit

CONSOLIDATED INCOME STATEMENT

For the Period Ended	GROUP					
	3 Months ended 30th June 2011	3 Months ended 30th June 2010	Change	6 Months ended 30th June 2011	6 Months Ended 30th June 2010	Change
	Rs.	Rs.	%	Rs.	Rs.	%
Gross Income	30,917,470	38,152,274	(18.96)	72,390,949	76,713,533	(5.63)
Interest Income	10,223,662	30,478,897	(66.46)	37,808,759	58,720,183	(35.61)
Less: Interest Expenses	(13,132,442)	21,112,362	(162.20)	(25,796,481)	(35,564,473)	(27.47)
Net Interest Income	(2,908,780)	9,366,536	(131.06)	12,012,278	23,155,710	48.12
Other Income	20,693,808	7,673,377	169.68	34,582,190	17,993,350	92.19
Net Income	17,785,028	17,039,913	4.37	46,594,468	41,149,061	13.23
Less: Operating Expenses						
Personnel Costs	(10,409,470)	(6,600,691)	57.70	(20,036,155)	(15,614,714)	28.32
Premises, Equipment & Establishment Exp.	(3,440,336)	(2,787,230)	23.43	(6,097,905)	(5,550,662)	9.86
Other Overhead Expenses	(7,027,872)	(7,325,608)	(4.06)	(13,985,016)	(11,475,725)	21.87
Loan Loss Provision	(13,110,136)	16,749,560	(178.27)	(17,021,505)	12,596,841	(235.13)
Provision for falling value of Investment	-	-	-	127,287	-	-
Operating Expenses	(33,987,814)	36,031		(57,013,293)	(20,044,260)	
Operating Profit/(Loss) Before VAT on Financial Services	(16,202,786)	17,075,943	194.89	(10,418,825)	21,104,801	(149.37)
Share of Associate co. Profit/ (Loss)						
Less :Tax on Profit on Ordinary Activities	-	-				
VAT on Financial Services	(635,138)	-		(2,042,772)	(195,523)	
Deferred Taxation						
Operating Profit/(Loss) Before Asso. Co. Profit	(16,837,924)	17,075,943	198.61	(12,461,597)	20,909,278	(159.60)
Share of Associate Company Profit	(5,249,684)	4,936,733	206.34	8,934,585	6,994,950	27.73
Operating Profit/(Loss) Before Taxation	(22,087,608)	22,012,676	(200.34)	(3,527,012)	27,904,228	(112.64)
Taxation	-	(190,000)	(100.00)	-	(190,000)	(100.00)
Profit/(Loss) for the Period	(22,087,608)	21,822,676	(201.21)	(3,527,012)	27,714,228	(112.73)
Attributable to:						
Equity holders of the Parent Company	(22,154,204)	21,756,506		(3,796,283)	27,781,998	
Minority Interest	66,596	66,170	0.64	269,270	(67,770)	(497.33)
Profit/(Loss) After Taxation	(22,087,608)	21,822,676	(201.21)	(3,527,012)	27,714,228	(112.73)
Basic Earnings per share	(0.02)	0.02		(0.00)	0.02	

Figures in brackets indicate deductions

The Above figures are provisional and subject to audit

CONSOLIDATED BALANCE SHEET

As At	GROUP		SMB PLC	
	30th June 2011	31st December 2010 RS.	30th June 2011	31st December 2010 RS.
ASSETS				
Cash and Short Term Funds	201,110,669	300,580,666	200,403,372	297,843,372
Government and Other Securities Held for Dealing Purposes				-
Placements with and Loans to Other Banks & Finance Companies	7,823,247	6,649,872	-	-
Placements with and Loans to Non Financial Institutions		-		-
Treasury Bills and Bonds held as Investment		-		-
Other Investment Securities	7,596,235	6,238,695	3,244,894	2,650,467
Government Securities Purchased Under Resale Agreement		-		-
Loans and Advances	541,566,984	594,579,750	544,506,984	597,879,750
Lease Rental Receivable	323,486,411	228,963,228	323,486,411	228,963,228
Less : Provision for Possible Credit Losses	281,248,001	248,375,473	281,248,001	248,375,473
Interest in Suspense	94,823,103	96,830,012	94,823,103	96,830,012
Net Loan, Advances and Leases	488,982,291	478,337,493	491,922,291	481,637,493
Interest and Fees Receivable	24,664,409	41,684,539	24,664,409	41,503,212
Investment in Subsidiary Company		-	12,750,000	12,750,000
Investments in Associate Companies	162,477,457	153,542,872	129,282,196	129,282,196
Investment Properties	37,320,400	37,320,400	33,120,400	33,120,400
Property, Plant and Equipment	9,430,066	10,819,571	8,065,457	9,244,326
Group Balance Receivable				
Other Assets	126,693,214	102,020,521	121,268,323	98,799,196
Deferred Assets		221,670		-
Total Assets	1,066,097,987	1,137,416,298	1,024,721,341	1,106,830,661
EQUITY AND LIABILITIES				
LIABILITIES				
Deposits		-		-
Savings		-		-
Borrowings	298,717,394	352,664,519	298,717,394	352,814,519
Securities Sold Under Repurchase Agreements				
Group Balances Payable	-	-	-	-
Differred Taxation		-		-
Other Liabilities	65,572,034	79,057,315	63,454,409	77,827,312
Debentures	109,332,093	115,176,500	109,332,093	115,176,500
Bank Over Draft	45,839,715	40,623,471	45,839,715	40,623,471
Total Liabilities	519,461,235	587,521,805	517,343,610	586,441,802
EQUITY				
Stated Capital	1,146,950,296	1,146,950,296	1,146,950,296	1,146,950,296
Statutory Reserve Fund	9,857,885	9,857,884	9,857,884	9,857,884
Revenue Reserves	(618,676,722)	(615,149,708)	(649,430,449)	(636,419,321)
	538,131,459	541,658,472	507,377,731	520,388,859
	697,660,460		666,906,732	
Total equity attributable to equity holders of the company				
Minority Interest	8,505,292	8,236,021		-
Total Equity	546,636,751	549,894,493		
Total Liabilities and Equity	1,066,097,987	1,137,416,298	1,024,721,341	1,106,830,661
Net Assets Per Ordinary Shares Rs.	0.39	0.39	0.37	0.38

There has not been a significant change in the nature of the Contingent Liabilities which were disclosed in the Annual Report for the year ended 31st December 2010

Figures in brackets indicate deductions

The Above figures are provisional and subject to audit

P.W.K.Roshan
Head of Finance

T Someswaran
Non Executive Chairman

M.S.I. Pei
Director

15th Aug 2011

STATEMENTS OF CHANGES IN EQUITY
For the 06 Month Period Ended 30th June 2011

GROUP	Stated Rs.	Capital Rs.	Reserve on Scrip Issue Rs.	Statutory Reserve Fund Rs.	Retained Rs.	Loss	Total Share Holders' fund Rs.	Minority Interest Rs.	Total Equity Rs.
Balance as at 1st January 2010		565,786,045	8,316,030	1,239,777	(637,622,552)		(62,280,700)	8,038,602	(54,242,098)
Share Issued during the period		581,164,251	-	-	-		581,164,251	-	581,164,251
Direct Cost of Share Issue		-	-	-	(4,540,054)		(4,540,054)	-	(4,540,054)
Net Profit attributable to Shareholders		-	-	-	27,314,975		27,314,975	197,420	27,512,395
Transfer to Statutory Reserve Fund		-	-	8,618,108	(8,618,108)		-	-	-
As at 31st December 2010		1,146,950,296	8,316,030	9,857,885	(623,465,739)		541,658,471	8,236,022	549,894,494
As at 01st January 2011		1,146,950,296	8,316,030	9,857,885	(623,465,739)		541,658,471	8,236,022	549,894,494
Adjustment on Change in Minority Interest		-	-	-	-		-	-	-
Net Profit attributable to Shareholders		-	-	-	(3,527,012)		(3,527,012)	269,270	(3,257,742)
As at 30th June 2011		1,146,950,296	8,316,030	9,857,885	(626,992,752)		538,131,459	8,505,292	546,636,751

For the 06 Month Period Ended 30th June 2011

SMB PLC	Stated Rs.	Capital Rs.	Statutory Reserve Fund Rs.	Retained Rs.	Loss	Total Share Holders' fund Rs.
Balance as at 1st January 2010		565,786,045	1,239,777	(637,356,659)		(70,330,837)
Share Issued during the period		581,164,251	-	-		581,164,251
Direct Cost of Share Issue		-	-	(4,540,055)		(4,540,055)
Net Profit attributable to Shareholders		-	-	14,095,501		14,095,501
Right Issue made during the year		-	-	-		-
Transfer to Statutory Reserve Fund		-	8,618,108	(8,618,108)		-
As at 31st December 2010		1,146,950,296	9,857,885	(636,419,321)		520,388,860
As at 01st January 2011		1,146,950,296	9,857,885	(636,419,321)		520,388,860
Net Profit attributable to Shareholders		-	-	(13,011,128)		(13,011,128)
Transfer to Statutory Reserve Fund		-	-	-		-
As at 30th June 2011		1,146,950,296	9,857,885	(649,430,449)		507,377,732

The Accounting Policies and the Notes form an integral part of these financial statements.

Figures in brackets indicate deductions.

CASHFLOW STATEMENTS

For the 06 Months Ended 30th June	Group		SMB PLC	
	2011 Rs.	2010 Rs.	2011 Rs.	2010 Rs.
Cash Flow from Operating Activities				
1 Interest Received	56,835,798	142,078,318	56,654,471	141,336,317
2 Interest Payments	(28,714,939)	(123,874,643)	(28,703,626)	(123,874,643)
Fees and Commission Receipts	34,582,190	37,771,517	22,832,624	17,859,933
Profits from Other Operating Activities	-	-	-	-
5 Cash Payments to Employees and Suppliers	(38,078,397)	(75,110,344)	(27,390,310)	(49,816,136)
Net Profit before Changes in Operating Assets	24,624,652	(19,135,152)	23,393,159	(14,494,529)
Funds Advanced to Customers / Colletion	(25,299,394)	277,651,966	(25,659,394)	267,146,728
Other Assets	(23,212,040)	5,345,207	(20,779,416)	7,371,138
Cash Generated from Operations	(23,886,782)	263,862,021	(23,045,652)	260,023,337
Tax Paid	(2,042,772)	(3,500,979)	(1,752,772)	(2,832,112)
Gratuity Paid	-	(657,600)	-	(657,600)
Net Cash used in Operating Activities	(25,929,554)	259,703,442	(24,798,424)	256,533,625
Cash Flow from Investing Activities				
Dividend Received	-	-	-	-
Dividend Received From Associate	-	-	-	-
Dividend Paid To Minority	-	-	-	-
Investment in Subsidiary Companies	-	215,012,375	-	215,012,375
Investment in Associate Companies	-	1,772,821	-	2,941,176
Sale of shares in Subsidiary Companies	-	-	-	-
Sale of Shares in Associate Company	-	-	-	-
Purchase of Dealing Securities	-	-	-	-
Proceeds from Sale of Dealing Securities	-	-	-	-
Net (Increase)/Decrease of Treasury Bills & Bonds	-	-	-	-
Purchase of Investment Securities.	(2,530,915)	(5,559,522)	(594,427)	-
Proceeds from Sale of Investment Securities	-	5,906,960	-	(1,590,935)
Net (Increase)/Decrease in Other Non Dealing Investments	-	-	-	-
Purchase of Property, Plant & Equipments	(78,800)	(1,978,098)	(78,800)	(1,057,129)
Proceeds from Disposal of Property, Plant & Equipments	-	19,196	-	19,196
Intangible Assets	-	-	-	-
Purchase / Sale of Investment Properties	-	-	-	-
Sales Proceeds of Investment Properties	-	-	-	-
Net Cash from/(Used in) Investing Activities	(2,609,715)	161,357	(673,227)	312,308
Cash Flow from Financing Activities				
Increase/(Decrease) in Debentures	(5,844,407)	(116,485,000)	(5,844,407)	(116,485,000)
Debentures issued	-	-	-	-
Increase/(Decrease) in Liabilities	(11,139,196)	6,554,336	(12,026,818)	7,838,344
Increase/(Decrease) in Other Borrowings	(53,947,125)	(466,748,340)	(54,097,125)	(466,598,340)
Proceed from Issue of Shares	-	581,164,251	-	581,164,251
Share issue expenses	-	(11,636,513)	-	(11,636,513)
Issue of Shares	-	-	-	-
Share issue expenses	-	-	-	-
Dividend Paid	-	-	-	-
Dividend Paid	-	-	-	-
Net Cash from / (used in) Financing Activities.	(70,930,728)	(7,151,266)	(71,968,350)	(5,717,258)
Net Increase or (Decrease) in Cash and Cash Equivalents	(99,469,997)	252,713,533	(97,440,000)	251,128,675
Cash and Cash Equivalents at the beginning of the year	300,580,666	7,243,662	297,843,372	6,091,226
Cash and Cash Equivalents at the end of the year	201,110,669	259,957,195	200,403,372	257,219,901
Reconciliation of Cash and Cash Equivalents				
Cash and Short Term Funds	201,110,669	259,957,195	200,403,372	257,219,901
Government Securities - Under Re-purchase Agreement	-	-	-	-
	201,110,669	259,957,195	200,403,372	257,219,901

The Accounting Policies and the Notes form an integral part of these financial statements.

Figures in brackets indicate deduction

01 The Above figures are provisional and subject to audit

02 General

There are no changes to the accounting policies and methods of computation since the publication of the annual accounts for the year 2010.

03 Market Price of Shares

	For the Quarter ended 30th June 2011				For the Quarter ended 31st December 2010	
	Voting Shares	Non Voting Shares	Voting Warrants	Non Voting Warrants	Voting Shares	Non Voting Shares
Market Value of Share Closing (Rs.)	2.40	0.80	1.20	0.40	1.90	1.00
Highest Prices per Share for the period (Rs.)	2.90	1.20	1.60	0.70	2.30	2.20
Lowest Prices per Share for the period (Rs.)	1.80	0.70	0.80	0.40	1.00	0.70
Number of Transactions			29,113			40,165
Number of Shares Traded			1,232,626,700			2,211,627,000
Value of Shares Traded			1,877,949,670			2,168,938,930
Other Ratios	2010 December		2009 December			
Debt Equity Ratio (%)	0.90		(18.00)			
Interest Cover (Times)	1.30		1.95			
Quick Assets Ratio (Times)	1.89		0.73			

4 Stated capital consist of 826,486,514 voting ordinary shares & 560,000,000 non voting ordinary shares

5 Other

The company has completed a rights issue for ordinary voting and ordinary non voting shares, and free warrant had been attached for each ordinary voting share & ordinary non voting share.

There are no other material events that have taken place subsequent to the interim accounts other than above, which require disclosure. The interim Financial Statements are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting.

CORPORATE INFORMATION

Legal Status

A Public Limited Liability Company incorporated in Sri Lanka on 3/9/1992 under the Companies Act No. 17 of 1982 & quoted on the Colombo Stock Exchange in 1993

Registered as a Finance Leasing Establishment under the provisions of the Finance Leasing Act No. 56 of 2000.

Company Registration No. PQ 91

Place of Incorporation - Colombo

BOARD OF DIRECTORS

Chairman (Acting)

Mr. M. S. I. Peiris

AICM.(SL)

Non Executive Director

Mr. R. S. W. Senanayake

ACMA. FCMA.

Independent Non Executive Director

Mr. A.N. Bahaudeen

B.A. (Econ) (SL). Attorney-at-Law

Independent Non Executive Director

Mr. G.C.B. Ranasinghe

Certificate in Leasing (USA)

Non Executive Director

Mr. U Gautam

Non Executive Director

Mr. J C Korale

BSc. MSc. ACA. FCMA.

Independent Non Executive Director

Mr. T Someswaran

FCA. FCMA.

Non Executive Director

Dr. T Senthilvel

SECRETARIES

S S P Corporate Services (Pvt) Ltd

546, Galle Road

Colombo 03.

AUDITORS

M/s. KPMG Ford, Rhodes, Thornton & Co.

Chartered Accountants,

Colombo

REGISTERED OFFICE

Landmark Building , No. 385, Galle Road, Colombo 03.

HEAD OFFICE

Landmark Building , No. 385, Galle Road, Colombo 03.

LAWYERS

M/s. De Livera Associates

Attorneys-at-Law & Notaries Public, Colombo.

M/s. Julius & Creasy

Attorneys-at-Law & Notaries Public, Colombo.

Aklaw Associates

Attorneys-at-Law & Notaries Public, Colombo.

BANKERS

Seylan Bank Plc

Sampath Bank Plc

People's Bank

Commercial Bank PLC

SUBSIDIARY COMPANY

SMB Money Brokers (Pvt) Ltd

ASSOCIATE COMPANIES

Kenanga Investment Corporation Ltd.

SMB Real Estate Ltd

SMB Securities (Pvt) Ltd.

BRANCHES

Deniyaya Branch

Central Tyre House Building, 1st Floor, Main Street, Deniyaya

Mahiyanganaya Branch

24, Kandy Road, Mahiyanganaya.

SMB Leasing PLC
Directors Shareholding as at 30/06/2011

Name	No of Voting Shares	No of Non Voting Shares	No of Voting Warrants	No of Non Voting Warrants
Mr. RSW Senanayake	62,000	50,000	-	-
Mr. R Renganathan	5,000	-	-	-
Mr. MSI Peris	24	-	14	-
Mr. GCB Ranasinghe	-	-	-	-
Mr. AN Bahaudeen	-	-	-	-
Mr. U Gautam	-	-	-	-
Mr. JC Korale	-	-	-	-
Dr. T Senthilverl	241,572,424	-	2,457,224	-
Mr. T Someswaran	-	-	-	-

Spouses & Children Under 18 years of Directors

Name	No of Voting Shares	No of Non Voting Shares	No of Voting Warrants	No of Non Voting Warrants
Mrs. KALN Senanayake	814	-	484	-
Miss. DNA Senanayake	-	-	-	-
Mast. NSW Senanayake	-	-	-	-
Mrs. V Peris	-	-	-	-
Mast. MSV Peiris	-	-	-	-
Mast. MSR Peiris	-	-	-	-
Mrs. EC Ranasinghe	-	-	-	-
Mrs. SH Bahaudeen	-	-	-	-
Mast. MA Bahaudeen	-	-	-	-
Miss. FA Bahaudeen	-	-	-	-

CEO, Spous & Children under 18

Name	No of Voting Shares	No of Non Voting Shares	No of Voting Warrants	No of Non Voting Warrants
Mr. MJSN Fernando	2,470	-	1,470	-
Mrs. KLC Guneratne	-	-	-	-
Mast MET Fernando	-	-	-	-

Computation of % of Public Shareholding 30/06/2011 - Voting Share

Issued share Capital	826,486,514
Directors Shareholding	241,639,448
Spouses & Children of Directors	814
CEO, Spous & Children under 18	2,470
Over 10% Holding	-
Public Holding	<u>584,843,782</u>
Public Holding %	<u>70.76%</u>

Computation of % of Public Shareholding 30/06/2011 - Non Voting Share

Holding of 10% or more -

Issued share Capital	560,000,000
Parent Company	-
Directors Shareholding	50,000
Spouses & Children of Directors	-
Public Holding	<u>559,950,000</u>
Public Holding %	<u>99.99%</u>

Computation of % of Public Shareholding 30/06/2011 - Voting WarrantsShare

Issued share Capital	381,455,314
Parent Company	-
Directors Shareholding	2,457,238
Spouses & Children of Directors	484
Over 10% Holding	-
Public Holding	<u>378,997,592</u>
Public Holding %	<u>99.36%</u>

Computation of % of Public Shareholding 30/06/2011 - Non Voting WarrantsShare

Issued share Capital	460,000,000
Parent Company	-
Directors Shareholding	-
Spouses & Children of Directors	-
Over 10% Holding	-
Public Holding	<u>460,000,000</u>
Public Holding %	<u>100.00%</u>

SEGMENT REPORTING-GROUP

	Banking		Leasing		Treasury		Property/Investments		Eliminations/Unallocated		Consolidated	
	2011 Rs.'000	2010 Rs.'000	2011 Rs.'000	2010 Rs.'000	2011 Rs.'000	2010 Rs.'000	2011 Rs.'000	2010 Rs.'000	2011 Rs.'000	2010 Rs.'000	2010 Rs.'000	2009 Rs.'000
Revenue												
Interest	20,631,628	12,502,705	14,255,156	15,738,581	-	-	-	-	602,833	-	34,886,784	31,660,684
Exchange									-	-	-	-
Lease Income/Broking									-	-	-	-
Commissions & Fee Income	1,216,447	594,067	1,012,769	3,403,532	11,749,566	4,022,231	-	-	-	-	-	-
Other	9,505,451	2,300,144	7,913,887	-	-	-	-	-	-	-	17,419,337	2,300,144
Total Revenue from External Customers	31,353,526	15,396,916	23,181,812	19,142,113	11,749,566	4,022,231	-	-	-	602,833	52,306,122	33,960,828
Total Revenue	31,353,526	15,396,916	23,181,812	19,142,113	11,749,566	4,022,231	-	-	-	602,833	52,306,122	33,960,828
Segment result	808,022	37,130,711	(786,564)	47,651,807	(248,029)	3,811,554	-	-	-	-	(226,571)	88,594,072
Unallocated Income/Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Less Depreciation charged for the year	523,581	368,831	435,914	465,221	298,175	97,129	-	-	-	-	1,257,670	931,181
Profit from Operations	284,441	2,526,702	(1,222,478)	3,187,026	(546,204)	373,349	-	-	-	-	(1,484,240)	6,087,078
Income tax expense	1,752,772	-	-	-	290,000	100,000	-	-	-	-	2,042,772	100,000
Profit After Income tax	(1,468,331)	2,526,702	(1,222,478)	3,187,026	(836,204)	273,349	-	-	-	-	(3,527,012)	5,987,077
Minority Interest	-	-	-	-	-	-	-	-	-	-	-	-
Net Profit for the year	(1,468,331)	34,932,504	(1,222,478)	45,463,083	(836,204)	273,349	-	-	-	-	(3,527,012)	5,987,077
OTHER INFORMATION												
Segment assets	495,404,155	452,494,461	412,455,170	570,748,576	282,129,154	119,161,427	-	-	-	-	1,189,988,479	1,142,404,464
Less Accumulated Depreciation	30,073,132	28,946,855	25,037,777	36,511,776	17,126,436	7,622,963	-	-	-	-	72,237,345	73,081,594
Investment in Subsidiaries	12,750,000	12,750,000	-	-	-	-	-	-	12,750,000	12,750,000	-	-
Total Assets	478,081,023	548,174,400	387,417,393	545,280,394	265,002,718	111,538,464	-	-	12,750,000	12,750,000	1,117,751,133	1,069,322,870
Segment liabilities	230,450,499	442,607,863	191,864,559	558,278,232	131,239,925	116,557,857	-	-	-	-	553,554,984	1,117,443,951
Shareholders Funds	231,367,410	(22,297,316)	192,627,945	(28,124,458)	131,762,100	(5,871,851)	-	-	-	-	555,757,455	(56,293,624)
Minority Interest	-	-	-	-	-	-	-	-	8,505,292	8,038,063	8,505,292	8,038,063
Total liabilities	461,817,909	529,439,434	384,492,504	539,185,257	263,002,025	110,686,006	-	-	8,505,292	8,038,063	1,100,807,145	1,069,188,388
Cash flows from Operating activities	(6,536,468)	43,399,070	(5,442,021)	54,740,907	(3,722,472)	11,248,858	-	-	-	-	(15,700,960)	109,388,835
Cash flows from Investing activities	-	4,404,755	-	5,555,886	-	1,159,963	-	-	-	-	-	11,120,604
Cash flows from Financing activities	(14,140,729)	(48,096,689)	(11,773,048)	(60,666,194)	(8,053,045)	(12,665,945)	-	-	-	-	(33,966,821)	(121,428,827)
Capital Expenditure	-	-	-	-	-	-	-	-	-	-	-	-
	16,263,113	18,734,966	2,924,888	6,095,137	2,000,693	852,458	-	-	4,244,708	4,711,937	16,943,988	134,482

SMB LEASING PLC**Top Twenty Major Shareholders - Voting**

Name	Shareholding
1 Dr. T Senthilverl	215,091,024
2 Standard Chartered Bank Singapore S/A HL bank Singapore Branch	42,048,400
3 Mr.HRS Wijerathna	39,588,400
4 Miss. WNC Fernando	26,261,249
5 Seylan Bank Plc / Jayantha Dewage	20,889,115
6 Mr. WKVM Fernando	18,570,890
7 Miss. SA Fernando	17,503,289
8 Mrs. KWSH Fernando	17,426,739
9 Seylan Bank Plc -Thirugnanasambandar Senthilverl	13,780,600
10 National Development Bank PLC/T. Senthilverl	12,700,800
11 Mr. R Gautam	12,357,430
12 Andaradeniya Estate Private Limited	10,000,000
13 Mr. HK Pushpakumara	6,806,600
14 Mr. A Singh	6,241,502
15 Associated Electrical Corporation LTD	6,000,000
16 Mr.A Sithampalam	4,307,142
17 Mr. D S D De Lanerolle	4,000,000
18 Mr.VRA Gunasekara	4,000,000
19 Premium Brands (PVT) Limited	3,179,300
20 Mr.RE Rambukwelle	3,100,000
Total	483,852,480

SMB LEASING PLC**Top Twenty Major Shareholders - Non Voting**

Name	Shareholding
1 Seylan Bank Plc -A/C No. 03	92,369,666
2 Dr. T Senthilverl	36,048,200
3 Mr. R Gautam	25,266,080
4 Pan Asia Banking Corporation Plc / Invest Copia Capital (Pvt) Ltd	12,000,000
5 Miss. G I Vasunthara	9,756,400
6 Mr. B L Jayaratne	9,000,000
7 Waldock Mackenzie Ltd / Mr. SA Gulahusein	8,000,000
8 The Bishop of Galle	5,600,000
9 Mr. P Poongunaseelan	5,282,600
10 Mr. JJ Ravindran	5,040,000
11 Mr. S Abishek	4,432,160
12 Miss. S Durga	4,385,000
13 Mr. K Rajakanthan	4,100,000
14 Dr. D Rajakanthan	4,000,000
15 Mr. MLA Benedict	3,684,800
16 Miss. BK Galgamuwa	3,680,000
17 Mr. BK Sirimanna	3,608,000
18 Seylan Bank Plc / PD Rathnagopal	3,360,000
19 Mr. HAS Madanayake	2,870,000
20 Mr. SP Jayakumar	2,800,000
Total	245,282,906

SMB LEASING PLC**Top Twenty Major Shareholders - Voting Warrants**

Name	Shareholding
1 Seylan Bank Plc / Jayantha Dewage	14,815,615
2 Pan Asia Banking Corporation Plc / Mr. WTL Weeratne	12,300,000
3 Mr. R Gautam	9,431,930
4 Pershing LLC S/A Averbach Grausin & Co	8,571,428
5 Dr. T Senthilverl	8,303,924

6 Seylan Bank Plc -A/C No. 03	7,281,722
7 Mr. WKVM Fernando	7,220,890
8 Mrs. WNC Fernando	6,767,549
9 Mrs. KWSH Fernando	6,676,739
10 Mr. PKDG Jayananda	6,404,100
11 Waldock Mackenzie Ltd/ Mr. KI Dharmawardena	6,052,314
12 Miss. SA Fernando	5,882,589
13 Mr. D Kothhoff	5,655,200
14 Mr. P Poongunaseelan	4,028,571
15 Mr. DN Daluwatte	4,000,000
16 Pan Asia Banking Corporation Plc / British American Technologies (Pvt) Ltd	3,309,310
17 Mr. JPM Aravinda	3,175,000
18 Mr. KPNS Karunagoda	3,000,000
19 Mr. HK Pushpakumara	3,000,000
20 Mr. A Singh	2,941,502
Total	128,818,383

SMB LEASING PLC

Top Twenty Major Shareholders - Non Voting Warrants

Name	Shareholding
1 Seylan Bank Plc -A/C No. 03	36,326,166
2 Mr. R Gautam	17,297,080
3 Mr. R Ganeshan	11,300,000
4 Mr. SBM Padmasiri	10,000,000
5 Waldock Mackenzie Ltd/ Mr. SA Gulamhusein	7,000,000
6 Mr. TGW Mudiyanse	5,873,800
7 Mr. EMP Ambanpola	5,500,000
8 Mr. LD Wicramasinghe	5,000,000
9 Mrs. HN Padmsiri	5,000,000
10 Miss. NWABSMM Dayarathna	5,000,000
11 The Bishop of Galle	4,600,000
12 Mr. RSP Hewage	4,383,700
13 Mr. JJ Ravindra	4,141,000
14 Mrs. HMT Uththara	4,005,700
15 Dr. RDK Arachchi	4,000,000
16 Extreme Innovations (Pvt) Ltd	4,000,000
17 Mr. K Rajakanthan	3,600,000
18 Dr. D Rajakanthan	3,500,000
19 Mr. SE Dias	3,145,300
20 Mr. MLA Benedict	3,026,800
Total	146,699,546

Percentage

26.02%
5.09%
4.79%
3.18%
2.53%
2.25%
2.12%
2.11%
1.67%
1.54%
1.50%
1.21%
0.82%
0.76%
0.73%
0.52%
0.48%
0.48%
0.38%
0.38%
58.56%

Percentage

16.49%
6.44%
4.51%
2.14%
1.74%
1.61%
1.43%
1.00%
0.94%
0.90%
0.79%
0.78%
0.73%
0.71%
0.66%
0.66%
0.64%
0.60%
0.51%
0.50%
43.80%

Percentage

3.88%
3.22%
2.47%
2.25%
2.18%

1.91%
1.89%
1.77%
1.75%
1.68%
1.59%
1.54%
1.48%
1.06%
1.05%
0.87%
0.83%
0.79%
0.79%
0.77%
33.77%

Precentage

7.90%
3.76%
2.46%
2.17%
1.52%
1.28%
1.20%
1.09%
1.09%
1.09%
1.00%
0.95%
0.90%
0.87%
0.87%
0.87%
0.78%
0.76%
0.68%
0.66%
31.89%