



**STATEMENT OF INCOME**

**BALANCE SHEET**

	Fifteen Months Ended 31st March 2008 Rs. '000	Twelve Months Ended 31st December 2006 Rs. '000
<b>Income</b>	<b>1,739,301</b>	<b>438,475</b>
Interest Expenses & Direct Expenses	(1,543,551)	(396,222)
<b>Net Operating Income</b>	<b>195,750</b>	<b>42,253</b>
Other Income	10,478	1,756
Personnel Costs	(22,265)	(14,081)
Operating Expenses	(26,277)	(20,422)
Finance Charges	(11,908)	(6,115)
<b>Profit Before Taxation</b>	<b>145,778</b>	<b>3,391</b>
Income Tax Expenses	(44,937)	(2,130)
<b>Profit for the Period</b>	<b>100,841</b>	<b>1,261</b>
<b>Earnings Per Share (Rs.)</b>	<b>3.93</b>	<b>0.05</b>

**ASSETS**

	As at 31st Mar. 2008 Rs. '000	As at 31st Dec. 2006 Rs. '000
Cash at Bank and in Hand	445	1,580
Receivable under Resale Agreements	5,174,782	5,685,764
Dealing Securities	4,598,913	28,427
Staff Loans	8,159	5,669
Deferred Tax Assets	67,153	82,780
Other Assets	12,592	7,316
Property & Equipment	3,894	3,639
Intangible Assets	242	1,339
<b>Total Assets</b>	<b>9,866,180</b>	<b>5,816,514</b>

**EQUITY & LIABILITIES**

**LIABILITIES**

Bank Overdraft	3,044	-
Payable under Repurchase Agreements	9,344,502	5,397,561
Creditors & Accrued Charges	9,654	4,500
Income Tax Payable	102,856	89,460
Debentures	20,000	40,000
Deferred Tax Liabilities	-	-
Provision for Retirement Gratuity	3,279	2,989
<b>Total Liabilities</b>	<b>9,483,335</b>	<b>5,534,510</b>

**EQUITY**

Stated Capital	256,500	256,500
Risk Reserve	25,525	-
Retained Earnings	100,820	25,504
<b>Total Equity</b>	<b>382,845</b>	<b>282,004</b>

**Total Equity & Liabilities**

**9,866,180**      **5,816,514**

**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2008**

	Stated Capital Rs. '000	Risk Reserve Rs. '000	Retained Earnings Rs. '000	Total Rs. '000
Balance as at 01/01/2006	256,500	-	24,243	280,743
Profit for the period	-	-	1,261	1,261
Balance as at 31/12/2006	256,500	-	25,504	282,004
Profit for the period	-	-	100,841	100,841
Transfer to Risk Reserves	-	25,525	(25,525)	-
Balance as at 31/03/2008	256,500	25,525	100,820	382,845

**NOTES TO THE FINANCIAL STATEMENTS**

- The financial year end of First Capital Treasuries Limited has been changed from 31st December to 31st March with effect from year 2007/08 in order to comply with the ultimate parent company's financial reporting period.
- The number of shares represented by stated capital as at 31 March 2008 is 25,650,000 shares.
- There have been no material events subsequent to the balance sheet date which require disclosure in the financial statements.

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

For and on behalf of the Board,

Sgd.  
Ms. Manjula Mathews  
Director  
Colombo, 15th August 2008

Sgd.  
Mr. Mahinda Godakandaarachchi  
Director /CEO

supplemental, ref: 269/084

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**Range of Products:** Capital Market - Outright Sales & Purchases of Treasury Bonds, Financial Services - Primary & Secondary Dealing in Government Securities, Money Market - Repurchase Agreements (Repo) and Reverse Repurchase Agreements (Reverse Repos), Outright Sales & Purchases of Treasury Bills.

**Branches - Matara:** 45A, 1/3, Anagarika Dharmapala Mawatha, Matara. Tel: 041-2222988/78, **Kandy:** 213-215, Peradeniya Road, Kandy. Tel: 081-2236010/11

**Auditors:** KPMG Ford, Rhodes, Thornton & Co.

**Board of Directors:** Mr. Dinesh Schaffter, Ms. Manjula Mathews, Mr. Mahinda Godakandaarachchi, Mr. Sumith Guruge, Mr. K.M.A. Godawatte