

Financial Performance of Commercial Public Enterprises - 2004

Wayamba Development Bank

1 Name & Address of the Enterprise: **Wayamba Development Bank**
No.155 Negombo Road,
Kurunegala

2 Mission:

To be the Pioneer in the regional service Sector creating superior Economic and social growth of regional opportunities and Delivering Innovative solution with Best Industry Service Excellence through an inspired Team.

3 Major Activities:

WDB has focused it's loan schemes mainly for micro enterprise developments, covering a wide range of activities mainly agriculture, agribusiness, livestock, fisheries, fishing industries, medium scale Enterprises, Self employment etc. Those schemes were primarily aimed at uplifting the living standard of the weaker section of the Society Contributing to Government initiatives in the Economic progress.

4 Performance Trend

ABSOLUTE VALUES		2001	2002	2003	2004	2005 B	
1	Total Revenue for the year	(Rs.' 000)	282,939	388,434	494,312	592,872	711,880
2	Gross Profit for the year	(Rs.' 000)	165,707	217,316	347,469	418,003	367,491
3	Net Profit before Interest and Tax for the year	(Rs.' 000)	52,902	83,388	149,334	172,866	200,744
4	Financial Charges for the year	(Rs.' 000)	-	-	-	-	-
5	Total Cost of Employment for the year	(Rs.' 000)	81,186	97,309	125,851	137,576	169,964
6	Capital Expenditure for the year	(Rs.' 000)	1,590	1,204	8,184	10,886	11,073
7	Non-Current Assets as at end of the year	(Rs.' 000)	1,454,158	1,846,695	2,571,807	3,529,662	5,240,656
8	Current Assets as at end of the year	(Rs.' 000)	287,540	511,753	374,367	523,119	774,548
9	Current Liabilities as at end of the year	(Rs.' 000)	427,579	536,584	685,873	912,662	782,243
10	Non-Current Liabilities as at end of the year	(Rs.' 000)	1,063,883	1,541,122	1,888,414	2,708,114	3,270,539
11	Equity as at end of the year	(Rs.' 000)	250,236	280,742	371,887	432,005	707,019
12	Contribution to the Consolidated Fund	(Rs.' 000)	-	-	-	9,000	10,000
13	Number of Employees as at end of the year	(Nos.)	307	315	307	304	380
14	Investment of Surplus Fund as at end of the year	(Rs.' 000)	279,562	499,263	341,840	483,029	667,296
15	Key Performance Indicators						
i)	Net Profit bef. Tax to Equity	(%)	21%	30%	40%	40%	28%
ii)	Net Profit bef. Tax to Total Assets	(%)	3%	4%	5%	4%	3%
iii)	Non Performing Loans Ratio	(%)	17%	11%	9%	7%	N/A
iv)	Capital Adequacy Ratio	(%)	18%	18%	14%	11%	N/A
v)	Total Cost of Employment per Employee	(Rs.' 000)	264	309	410	453	447

5 Comments on Performance:

There has been a substantial increase in revenue generation, gross profit and net profit during the year. Total cost of employment has increased during the year by 9% despite the decline in the number of employees. Capital expenditure has increased by 33% during the year 2004. Total Assets base and equity have increased substantially coupled with a corresponding increase in liabilities. Non performing loans of the Bank reflects a declining trend. The Bank's capital adequacy is marginally above the rate set out by the Central Bank and it reflect a declining trend. The Bank has contributed Rs.9mn during the year and is expected to contribute Rs.10mn to the Consolidated Fund in the year 2005.