



EMPLOYEES' PROVIDENT FUND FINANCIAL HIGHLIGHTS - 2015



Financial highlights of the Employees' Provident Fund for the year ended 31st December 2015 and key performance indicators are disclosed below for the information of the general public. The audited financial statements will be presented to the Parliament in terms of Section 6(4) of the Employees' Provident Fund Act No. 15 of 1958. The financial statements as required under 5(1)(i) of the Employees' Provident Fund Act were submitted to Hon. Minister of Finance and Hon. Minister of Labour and Trade Union Relations.

INCOME STATEMENT

FOR THE YEAR ENDED 31ST DECEMBER 2015

(Rs. Million)

| Item | 2015 | 2014 | Change (%) |
|--|----------------|----------------|---------------|
| Total Gross Income | 171,855 | 163,873 | 4.9 |
| Less: Total Operating Expenditure | 1,191 | 1,043 | 14.2 |
| EPF Dept.: Central Bank | 671 | 621 | 8.1 |
| EPF Section: Department of Labour | 520 | 422 | 23.2 |
| Net Income before Income Tax | 170,664 | 162,830 | 4.8 |
| Less: Income Tax | 13,727 | 12,168 | 12.8 |
| Net Income after Income Tax | 156,937 | 150,662 | 4.2 |
| Add: Brought forward balance of the previous year Income Statement | 311 | 141 | 120.6 |
| Net Income available for Distribution to the Members | 157,248 | 150,803 | 4.3 |
| Distributions | | | |
| Interest paid on Refund Benefits (current year) | 2,833 | 3,201 | (11.5) |
| Provision for Dividend payments | - | 6,000 | (100.0) |
| Transfer to Reserves | - | 4,000 | (100.0) |
| Interest paid on Member Balances: 10.50% (2014:10.50%) | 154,200 | 137,291 | 12.3 |
| Carried Forward Balance | 215 | 311 | (30.9) |

BALANCE SHEET

AS AT 31ST DECEMBER 2015

(Rs. Million)

| Item | 2015 | 2014 | Change (%) |
|--|------------------|------------------|-------------|
| ¹ Property, Plant & Equipment | 275 | 2,140 | (87.2) |
| Financial Assets | 1,604,241 | 1,437,683 | 11.6 |
| Current Assets | 63,618 | 56,059 | 13.5 |
| Total Assets | 1,668,134 | 1,495,882 | 11.5 |
| Less: Current Liabilities | 3,282 | 8,951 | (63.3) |
| Total Net Assets | 1,664,852 | 1,486,931 | 12.0 |
| Represented By: | | | |
| Total Member Balances (after crediting interest) | 1,625,493 | 1,445,462 | 12.5 |
| Reserves | 39,144 | 41,158 | (4.9) |
| Retained Profits | 215 | 311 | (30.9) |
| Net Worth of the Fund | 1,664,852 | 1,486,931 | 12.0 |

SELECTED KEY PERFORMANCE INDICATORS

| Indicator | 2015 | 2014 |
|---|------------------|------------------|
| Membership | | |
| Currently Contributing Member Accounts (Active Members) (mn.) | 2.4 | 2.4 |
| Currently Non-contributing Member Accounts (Inactive Members) (mn.) | 13.6 | 13.4 |
| Total Member Accounts (mn.) | 16.0 | 15.8 |
| Contributing Employers (No.) | 72,917 | 69,683 |
| Total Member Balances (Rs. mn.) | 1,625,493 | 1,445,462 |
| Member Contributions (Rs. mn.) | 102,453 | 90,049 |
| Annual growth in Member Contributions (%) | 13.8 | 12.3 |
| Gross Income (Rs. mn.) | 171,855 | 163,873 |
| Income from Government Securities | 167,686 | 155,100 |
| Income from Equities | 3,828 | 5,688 |
| Income from Corporate Debts and Reverse Repos | 2,975 | 2,377 |
| Impairment of Financial Assets (Equities) | (2,957) | - |
| Other Income | 323 | 708 |
| Operating Expenses (Rs. mn.) | 1,191 | 1,043 |
| As a % of total Gross Income of the Fund | 0.69 | 0.64 |
| Investment Portfolio (Rs. mn.) | 1,604,241 | 1,437,683 |
| Composition (%) | | |
| Government Securities | 92.7 | 91.2 |
| Treasury Bonds and Bills | 92.7 | 89.6 |
| Rupee Loans | - | 1.6 |
| Equities | 5.5 | 6.7 |
| Corporate Debt Instruments | 1.6 | 1.5 |
| Reverse Repos | 0.2 | 0.6 |
| Total | 100 | 100 |
| Refunds | | |
| Amount Paid to Members (Rs. mn.) | 77,769 | 65,118 |
| No. of Beneficiaries | 127,107 | 127,951 |
| Housing Loan Facilities | | |
| Credit Approved (Rs. mn.) | 5,489 | 8,021 |
| No. of Certificates Issued | 13,132 | 17,786 |
| Return on Investments | | |
| Gross Rate of Return on Average Portfolio (%) | 11.28 | 12.11 |
| Rate of Interest Paid on Member Balances (%) | 10.50 | 10.50 |
| Effective Rate of Interest Paid on Member Balances (%) | 10.57 | 10.60 |

Performance Highlights - 2015

- Rate of Interest paid on member balances was : 10.5% (2014-10.50%)
- Investments increased by : 11.6% (2014-14.3%)
- Member contributions grew by : 13.8% (2014-12.3%)
- Refunds increased by : 19.4% (2014-29.7%)

We, the under-signed, certify that the above financial highlights were extracted from the unaudited financial statements prepared in accordance with the applicable Sri Lanka Accounting Standards (LKAS/SLFRS).

Arjuna Mahendran
Governor
Central Bank of Sri Lanka

K N N Malkanthi Bandara
Superintendent
Employees' Provident Fund Department

Employees' Provident Fund Department, Central Bank of Sri Lanka, Lloyd's Building, No 13, Sir Baron Jayatileke Mawatha, Colombo 01, Sri Lanka
EPF Help Desk : 2206690, 2206691, 2206692, 2206693, 2206642
Fax : 2206610, 2321665 & 2449648 Website : www.epf.lk E-mail : epfhelpdesk@cbsl.lk

¹Cost incurred on Mehevara Piyasa has been derecognized from P. P.E. and recognized under receivables.