

INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED

31 March 2019

COMMERCIAL **CREDIT** AND FINANCE PLC



COMMERCIAL
CREDIT

COMMERCIAL CREDIT & FINANCE PLC

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	COMPANY		GROUP	
	As at 31-Mar-19 (Unaudited) LKR	As at 31-Mar-18 (Audited) LKR	As at 31-Mar-19 (Unaudited) LKR	As at 31-Mar-18 (Audited) LKR
Assets				
Cash and Bank Balances	2,048,790,465	1,695,964,449	2,640,273,775	1,746,910,928
Reverse Repurchase Agreements	3,662,522,772	2,210,648,881	3,787,893,629	2,302,257,521
Placements with Banks	3,603,184,738	2,284,987,693	3,513,197,044	2,014,315,126
Financial assets measured at fair value through profit or loss	2,112,157,240	2,646,859,663	2,112,157,240	2,646,859,663
Loans and Receivables	23,704,115,396	35,198,129,656	24,003,300,378	35,720,435,557
Lease Rentals Receivable & Stock out on Hire	37,150,447,901	31,707,315,784	46,124,334,745	38,310,314,585
Financial Investments - Available for Sale	-	182,510,479	-	245,706,559
Financial assets measured at fair value through other comprehensive income	4,310,479	-	66,435,546	-
Other Financial Assets	817,402,075	712,714,972	817,402,075	712,714,972
Inventories	77,133,325	128,327,562	77,133,325	128,327,562
Other Assets	284,514,433	242,503,478	404,332,951	299,480,931
Investment in Subsidiaries	1,599,288,321	1,599,288,321	-	-
Investment in Associates	390,000,000	-	379,914,143	-
Investment Property	1,448,351,320	1,983,431,494	1,448,351,320	1,983,431,494
Property, Plant and Equipment	2,999,605,022	1,765,510,672	3,047,030,836	1,812,095,231
Intangible Assets & Goodwill	236,464,378	166,427,661	1,025,131,406	923,466,905
Prepaid Rent	8,187,907	8,187,907	8,187,907	8,187,907
Current tax assets	234,306,485	-	8,463,550	-
Deferred Tax Asset	-	1,260,138,949	87,543,814	1,264,497,849
Total Assets	80,380,782,256	83,792,947,621	89,551,083,683	90,119,002,790
Liabilities				
Due to Banks	9,541,666,536	8,581,999,107	15,323,527,630	11,874,786,015
Due to Customers	51,908,367,338	54,224,084,983	53,936,319,168	55,858,727,085
Debt Instruments issued and other Borrowed Funds	2,981,252,668	2,972,221,709	2,981,252,668	2,972,221,709
Other Financial Liabilities	2,676,161,155	2,399,558,467	3,219,564,032	3,039,833,657
Other Liabilities	726,024,718	520,322,162	726,024,717	533,896,429
Post Employment Benefit Obligations	175,608,858	155,833,660	188,992,657	166,395,524
Current Tax Liabilities	-	2,675,490,550	-	2,769,337,136
Deferred tax liabilities	389,353,209	-	389,353,209	-
Total Liabilities	68,398,434,481	71,529,510,638	76,765,034,079	77,215,197,555
Shareholders' Funds				
Stated Capital	2,150,640,315	2,150,640,315	2,150,640,315	2,150,640,315
Reserves	9,831,707,460	10,112,796,668	10,628,879,391	10,747,757,410
Total Shareholders' Funds	11,982,347,775	12,263,436,983	12,779,519,706	12,898,397,725
Non - Controlling Interest	-	-	6,529,898	5,407,510
Total Liabilities & Shareholders' Funds	80,380,782,256	83,792,947,621	89,551,083,683	90,119,002,790
Commitments & Contingencies	928,073,000	1,561,499,590	928,073,000	1,561,499,590
Net Assets per Share (LKR)	37.67	38.56	40.18	40.55

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007

Sgd
M. A. D. J. Deshapriya
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.
Signed for and on behalf of the Board by,

Sgd
K.J.C. Perera
Chairman

Sgd
R. S. Egodage
Director/ Chief Executive Officer

These figures are provisional and subject to audit.

Date : 28 May 2019

COMMERCIAL CREDIT & FINANCE PLC

STATEMENT OF PROFIT OR LOSS

COMPANY	Three months ended				Twelve months ended			
	31-Mar-19 (Unaudited) LKR	31-Mar-18 (Unaudited) LKR	Variance		31-Mar-19 (Unaudited) LKR	31-Mar-18 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
Income								
Interest Income	4,673,260,010	5,010,978,841	(337,718,831)	-7%	19,626,812,489	20,141,562,070	(514,749,581)	-3%
Interest Expense	(2,146,454,371)	(2,265,492,734)	119,038,363	5%	(8,770,625,499)	(9,306,955,840)	536,330,341	6%
Net Interest Income	2,526,805,639	2,745,486,107	(218,680,468)	-8%	10,856,186,990	10,834,606,230	21,580,760	0%
Fee & Commission Income	308,004,822	386,366,559	(78,361,737)	-20%	1,336,533,359	1,133,700,659	202,832,700	18%
Net Income from Real Estate	2,181,644	8,258,557	(6,076,913)	-74%	24,023,559	25,971,410	(1,947,851)	-7%
Net gain from trading	(30,834,404)	4,210,079	(35,044,483)	-832%	(35,984,919)	64,676,565	(100,661,484)	-156%
Other operating income	302,708,948	205,845,109	96,863,840	47%	695,660,594	798,366,289	(102,705,695)	-13%
Change in fair value of investment property	208,796,848	246,352,651	(37,555,803)	-15%	208,796,848	246,352,651	(37,555,803)	-15%
Total Operating Income	3,317,663,498	3,596,519,062	(278,855,564)	-8%	13,085,216,432	13,103,673,804	(18,457,372)	-0.1%
Impairment Charges of Loans and Advances, Lease and Financial Assets	(479,811,054)	(821,073,022)	341,261,968	42%	(2,850,579,682)	(3,198,757,048)	348,177,366	11%
Net Operating Income	2,837,852,444	2,775,446,040	62,406,403	2%	10,234,636,750	9,904,916,756	329,719,994	3%
Operating Expenses								
Personnel Costs	(969,784,392)	(742,255,961)	(227,528,431)	-31%	(3,127,611,455)	(2,593,316,835)	(534,294,620)	21%
Depreciation	(74,049,458)	(100,600,411)	26,550,953	-26%	(326,172,263)	(298,600,411)	(27,571,852)	-9%
Other Operating Expenses	(782,139,918)	(661,822,328)	(120,317,590)	18%	(2,949,711,222)	(2,645,235,108)	(304,476,114)	-12%
Profit before Value added tax on Financial Services	1,011,878,676	1,270,767,340	(258,888,665)	-20%	3,831,141,811	4,367,764,402	(536,622,591)	-12%
Value Added Tax on Financial Services	(164,393,702)	(226,572,080)	62,178,378	27%	(767,693,905)	(887,945,671)	120,251,766	14%
Debt Repayment Levy	(103,222,273)	-	(103,222,273)	-100%	(221,553,566)	-	(221,553,566)	-100%
Profit Before Income Tax	744,262,700	1,044,195,260	(299,932,560)	-29%	2,841,894,340	3,479,818,731	(637,924,391)	-18%
Income Tax	(202,397,204)	(370,037,592)	167,640,388	45%	(767,865,207)	(1,129,125,218)	361,260,011	32%
Profit for the Period	541,865,496	674,157,667	(132,292,172)	-20%	2,074,029,133	2,350,693,513	(276,664,380)	-12%

STATEMENT OF PROFIT OR LOSS

GROUP	Three months ended				Twelve months ended			
	31-Mar-19 (Unaudited) LKR	31-Mar-18 (Unaudited) LKR	Variance		31-Mar-19 (Unaudited) LKR	31-Mar-18 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
Income								
Interest Income	5,297,529,140	5,556,934,124	(259,404,984)	-5%	22,142,343,257	21,724,831,839	417,511,418	2%
Interest Expense	(2,377,339,025)	(2,417,873,906)	40,534,881	2%	(9,659,742,710)	(9,773,137,444)	113,394,734	1%
Net Interest Income	2,920,190,115	3,139,060,219	(218,870,103)	-7%	12,482,600,548	11,951,694,395	530,906,153	4%
Fee & Commission Income	393,794,805	461,994,098	(68,199,293)	-15%	1,422,323,342	1,209,328,198	212,995,144	18%
Net Income from Real Estate	2,181,644	8,258,557	(6,076,913)	-74%	24,023,559	25,971,410	(1,947,851)	-7%
Net gain from trading	(30,834,404)	28,365,271	(59,199,674)	-209%	(35,984,919)	64,676,565	(100,661,484)	-156%
Other operating income	237,644,527	70,265,718	167,378,809	238%	656,882,222	601,719,947	55,162,275	9%
Change in fair value of investment property	208,796,848	246,352,651	(37,555,803)	-15%	208,796,848	246,352,651	(37,555,803)	-15%
Total Operating Income	3,731,773,536	3,954,296,514	(222,522,978)	-6%	14,758,641,601	14,099,743,166	658,898,435	5%
Impairment Charges of Loans and Advances, Lease and Financial Assets	(380,681,001)	(894,685,584)	514,004,583	57%	(2,983,749,033)	(3,288,996,118)	305,247,085	9%
Net Operating Income	3,351,092,534	3,059,610,929	291,481,605	10%	11,774,892,568	10,810,747,048	964,145,520	9%
Operating Expenses								
Personnel Costs	(997,072,668)	(784,671,205)	(212,401,463)	-27%	(3,370,570,093)	(2,741,442,155)	(629,127,938)	-23%
Depreciation	(81,563,653)	(106,568,034)	25,004,381	23%	(356,006,354)	(320,611,266)	(35,395,088)	-11%
Other Operating Expenses	(896,734,176)	(732,431,665)	(164,302,511)	22%	(3,199,645,868)	(2,868,411,160)	(331,234,708)	-12%
Profit before Value added tax on Financial Services	1,375,722,038	1,435,940,024	(60,217,988)	-4%	4,848,670,254	4,880,282,467	(31,612,213)	-1%
Value Added Tax on Financial Services	(217,176,221)	(244,674,528)	27,498,307	11%	(937,569,304)	(1,010,997,042)	73,427,738	7%
Debt Repayment Levy	(133,933,273)	-	(133,933,273)	-100%	(255,064,105)	-	(255,064,105)	-100%
Profit after Value Added Tax on Financial Services	1,024,612,544	1,191,265,496	(166,652,953)	-14%	3,656,036,844	3,869,285,425	(213,248,581)	-6%
Share of Associates Profit/(Loss) (net of taxes)	(10,085,857)	-	(10,085,857)	0%	(10,085,857)	-	(10,085,857)	-100%
Profit Before Income Tax	1,014,526,687	1,191,265,496	(176,738,811)	-15%	3,645,950,987	3,869,285,425	(223,334,438)	-6%
Income Tax	(283,271,053)	(426,858,001)	143,586,948	34%	(1,023,987,987)	(1,327,227,317)	303,239,330	23%
Profit for the Period	731,255,633	764,407,495	(33,151,863)	-4%	2,621,963,000	2,542,058,108	79,904,892	3%
Profit Attributable to:								
Equity holders of the parent	730,558,611	766,763,308			2,619,814,884	2,540,571,760		
Non - Controlling interest	697,022	328,824			2,148,116	1,486,348		
	731,255,633	767,092,132			2,621,963,000	2,542,058,108		

Earning per Share (LKR)

2.30

2.40

8.24

7.99

COMMERCIAL CREDIT & FINANCE PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME COMPANY

	Three months ended		Twelve months ended	
	31-Mar-19 LKR	31-Mar-18 LKR	31-Mar-19 LKR	31-Mar-18 LKR
Profit for the period	541,865,496	674,157,667	2,074,029,133	2,350,693,513
Revaluation gain on land and buildings		(10,574,924)		(10,574,925)
Actuarial gains on defined benefit plans	12,271,503	(27,587,935)	12,271,503	(27,587,935)
Net Gains/(Losses) on remeasuring Available-for-sale financial assets	-	21,166,200	(19,601,987)	21,166,200
Total Comprehensive Income for the period	554,136,999	657,161,008	2,066,698,649	2,333,696,853

GROUP

	Three months ended		Twelve months ended	
	31-Mar-19 LKR	31-Mar-18 LKR	31-Mar-19 LKR	31-Mar-18 LKR
Profit for the period	731,255,633	764,407,495	2,621,963,000	2,542,058,108
Revaluation gain on land and buildings	-	(10,574,924)	-	(10,574,925)
Actuarial gains on defined benefit plans	12,393,808	(26,539,323)	12,393,808	(26,539,323)
Net Gains/(Losses) on remeasuring Available-for-sale financial assets	(547,636)	21,223,028	(20,047,019)	21,212,127
Total Comprehensive Income for the period	743,101,805	748,516,276	2,614,309,789	2,526,155,987

These figures are provisional and subject to audit.

COMMERCIAL CREDIT & FINANCE PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

COMPANY	Stated Capital LKR	Revaluation Reserve LKR	General Reserve LKR	Retained Earnings LKR	Statutory Reserve LKR	Available for Sale Reserve LKR	FVOCI Reserve LKR	Total LKR
Balance as at 1 April 2017	2,150,640,315	192,547,399	58,751,125	5,749,765,773	2,103,936,254	(7,826,371)	-	10,247,814,495
Net profit for the period	-	-	-	2,350,693,513	-	-	-	2,350,693,513
Other comprehensive income net of tax	-	(10,574,925)	-	(27,587,935)	-	21,166,200	-	(16,996,660)
Dividend Paid	-	(10,574,925)	-	2,323,105,578	-	21,166,200	-	2,333,696,853
Transferred to statutory reserve	-	-	-	(318,074,365)	-	-	-	(318,074,365)
	-	-	-	(470,138,703)	470,138,703	-	-	-
Balance as at 31 March 2018	2,150,640,315	181,972,474	58,751,125	7,754,796,986	2,103,936,254	13,339,829	-	12,263,436,983
Balance as at 31 March 2018	2,150,640,315	181,972,474	58,751,125	7,284,658,283	2,574,074,957	13,339,829	-	12,263,436,983
Impact of adopting SLFRS -9 (Note -2)	-	-	-	(2,109,232,084)	-	(13,339,829)	13,339,829.00	(2,109,232,084)
Restated Opening Balance Under SLFRS -9	2,150,640,315	181,972,474	58,751,125	5,175,426,199	2,574,074,957	-	13,339,829	10,154,204,899
Net profit for the period	-	-	-	2,074,029,133	-	-	-	2,074,029,133
Other comprehensive income net of tax	-	-	-	12,271,503	-	-	(19,601,987)	(7,330,484)
Dividend Paid	-	-	-	2,086,300,636	-	-	(19,601,987)	2,066,698,649
	-	-	-	(238,555,774)	-	-	-	(238,555,774)
	-	-	-	(414,805,827)	414,805,827	-	-	-
Balance as at 31 March 2019	2,150,640,315	181,972,474	58,751,125	6,608,365,234	2,988,880,783	-	(6,262,158)	11,982,347,775

GROUP	Stated Capital LKR	Revaluation Reserve LKR	General Reserve LKR	Retained Earnings LKR	Statutory Reserve LKR	Available for Sale Reserve LKR	FVOCI Reserve LKR	Non Controlling Interest LKR	Total LKR
Balance as at 1 April 2017	2,150,640,315	192,547,399	58,751,125	6,154,648,604	2,143,831,916	(8,706,142)	-	4,180,295	10,695,893,512
Net Profit for the period	-	-	-	2,540,571,760	-	-	-	1,486,348	2,542,058,108
Other comprehensive income net of tax	-	(10,574,925)	-	(26,542,988)	-	21,211,928	-	3,863	(15,902,122)
Dividend Paid	-	(10,574,925)	-	2,514,028,772	-	21,211,928	-	1,490,211	2,526,155,989
Transferred to statutory reserve	-	-	-	(318,074,365)	-	-	-	(670,374)	(318,744,739)
Effect of change in equity interest in subsidiary	-	-	-	(491,402,513)	491,402,513	-	-	-	-
	-	-	-	93,097	-	-	-	407,378	500,475
Balance as at 31 March 2018	2,150,640,315	181,972,474	58,751,125	8,350,696,108	2,143,831,916	12,505,786	-	5,407,510	12,903,805,235
Balance as at 31 March 2018	2,150,640,315	181,972,474	58,751,125	7,859,293,595	2,635,234,429	12,505,786	-	5,407,510	12,903,805,235
Impact of adopting SLFRS -9 (Note -2)	-	-	-	(2,489,678,740)	-	(12,505,786)	10,320,622	(1,334,315)	(2,493,198,219)
Restated Opening Balance Under SLFRS -9	2,150,640,315	181,972,474	58,751,125	5,369,614,856	2,635,234,429	-	10,320,622	4,073,195	10,410,607,016
Net profit for the year	-	-	-	2,619,814,884	-	-	-	2,148,116	2,621,963,000
Other comprehensive income net of tax	-	-	-	12,393,380	-	-	(20,045,463)	(1,128)	(7,653,211)
Dividend Paid	-	-	-	2,632,208,264	-	-	(20,045,463)	2,146,988	2,614,309,789
Transferred to Statutory Reserve	-	-	-	(238,555,774)	-	-	-	(197,827)	(238,753,601)
	-	-	-	(442,903,063)	442,903,063	-	-	-	-
Balance as at 31 March 2019	2,150,640,315	181,972,474	58,751,125	7,320,364,284	3,078,137,491	-	(9,724,841)	6,022,356	12,786,049,604

These figures are provisional and subject to audit.

COMMERCIAL CREDIT & FINANCE PLC

CONSOLIDATED CASH FLOW STATEMENT

For the Twelve months ended	COMPANY		GROUP	
	31-Mar-19 Unaudited LKR	31-Mar-18 Audited LKR	31-Mar-19 Unaudited LKR	31-Mar-18 Audited LKR
Cash Flows From / (Used in) Operating Activities				
Profit before Income Tax Expense	2,841,894,340	3,479,818,731	3,645,950,987	3,869,285,425
Adjustments for				
Depreciation and amortisation	326,172,263	298,600,411	356,006,354	320,611,265
Amortisation of Leasehold property		122,805		122,805
Profit on disposal of property, plant & equipments		(2,516,868)		(2,862,543)
Disposal gain of Subsidiary/Associate		(361,486)		(361,486)
Impairment charge of loans and advances, lease,hire purchase	2,878,363,710	3,198,672,986	3,011,533,061	3,271,060,494
Losses from disposal of repossessed vehicles		-		17,851,562
Pawning auction losses		84,062		84,062
Net fair value adjustment of Investment property		(246,352,651)		(246,352,651)
Disposal gain on Investment property		(81,032,650)		(81,032,650)
Fair value gain on compensation receivable		(23,428,441)		(23,428,441)
Net foreign exchange (gain)/loss		(7,986,199)		(7,986,199)
Amortisation of prepaid debenture issue cost		42,297,557		42,297,557
Provision for defined benefit plans	49,166,640	36,069,386	57,780,519	39,497,618
Operating profit before working capital changes	6,095,596,952	6,693,987,643	7,071,270,920	7,198,786,819
Decrease in Inventories	51,194,237	45,659,747	51,194,237	45,659,747
Increase/(Decrease) in Loans and Advances	8,218,205,388	195,494,178	8,483,101,152	(191,933,320)
Increase in Lease Rentals Receivable & Stock out on hire	(7,982,506,442)	(2,057,482,508)	(10,900,470,127)	(5,447,585,566)
Decrease/(Increase) in Other Financial Assets	(104,687,103)	73,355,795	(104,687,103)	73,355,795
(Increase)/Decrease in Other Assets	(42,010,955)	(11,671,928)	(104,852,020)	(45,673,649)
Decrease/(Increase) in Placements and Reverse repurchase agreements	1,086,213,965	(1,080,159,988)	960,843,108	(1,083,163,100)
Increase in Amounts Due to Customers	(2,315,717,645)	487,004,198	(1,922,407,917)	1,221,600,752
(Decrease)/Increase in Other Financial Liabilities	274,122,627	253,793,597	177,250,313	598,838,233
(Decrease)/Increase in Other Liabilities	205,702,557	76,411,634	192,128,290	72,791,664
Cash generated from Operations	5,486,113,582	4,676,392,369	3,903,370,854	2,442,677,376
Retirement Benefit obligation paid	(29,391,442)	(17,415,656)	(35,183,386)	(19,984,406)
Taxes paid	(1,207,913,162)	(733,330,828)	(1,415,224,508)	(865,272,962)
Net cash flows from/(used in) Operating activities	4,248,808,978	3,925,645,885	2,452,962,960	1,557,420,008
Cash flows from / (used in) Investing activities				
Proceeds from shares disposal of Investments in subsidiaries		861,961		861,961
Acquisition of Investment Property	535,080,174	(425,615,717)	535,080,174	(425,615,717)
Disposal Proceeds of Investment Property		244,032,649		244,032,649
Acquisition of Property, plant and equipments	(1,560,266,613)	(504,252,836)	(1,590,941,959)	(531,685,127)
Investments in associates	(390,000,000)		(379,914,143)	
Acquisition of Intangible assets	(70,036,717)	(54,368,203)	(101,664,501)	(58,448,387)
Net investment in placements with banks	(1,634,036,523)		(1,530,426,858)	
Net investment in financial instruments- held for trading	534,702,423	(420,989,722)	534,702,423	(420,989,722)
Proceed from sale of property, plant & equipments		2,640,078		3,269,093
Net investment in financial instruments - available for sale	178,200,000	148,160,403	166,999,992	181,853,455
Net cash flows from/(used in) Investing activities	(2,406,357,257)	(1,009,531,388)	(2,366,164,873)	(1,006,721,796)
Cash flows from / (used in) Financing activities				
Net cash flow from/(used in) Debt Instruments issued and Other borrowings	9,030,958	(552,067,690)	9,030,958	(552,067,690)
Proceeds from Loans obtained	525,598,551	7,125,891,896	3,119,801,760	10,168,054,090
Repayment of Bank Loans		(9,138,852,544)		(10,189,419,358)
Dividend paid	(236,075,712)	(470,671,355)	(236,273,539)	(471,502,445)
Net cash flows from/(used in) Financing activities	298,553,797	(3,035,699,693)	2,892,559,179	(1,044,935,404)
Net increase in Cash and Cash equivalents	2,141,005,518	(119,585,195)	2,979,357,266	(494,237,192)
Net foreign exchange difference		7,986,199		7,986,199
Cash and Cash equivalents at the beginning of the year	3,950,012,861	4,061,611,856	3,557,742,340	4,043,993,334
Cash and Cash equivalents at the end of the year	6,091,018,379	3,950,012,860	6,537,099,606	3,557,742,340
Cash in hand	2,048,790,465	1,695,964,449	2,640,273,775	1,746,910,928
Reverse repurchase agreements	3,362,329,210	824,241,355	3,362,329,210	915,849,995
Placements with Bank	1,487,839,882	1,803,679,360	1,487,839,882	1,519,384,822
Bank Overdrafts	(807,941,181)	(373,872,303)	(953,343,260)	(624,403,405)
Total Cash and Cash Equivalents For the Purpose of Cash Flow Statement	6,091,018,379	3,950,012,860	6,537,099,606	3,557,742,340

These figures are provisional and subject to audit.

COMMERCIAL CREDIT & FINANCE PLC
FINANCIAL REPORTING BY SEGMENT

For the twelve months ended 31 March 2019 Group	Finance Lease	Hire Purchase	Micro Finance & SME	Pawning	Term Loan	Revolving Loans	Investments	Unallocated	Total
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	9,178,183,130	2,700,578,605	3,763,479,132	1,390,403,876	2,298,813,530	1,037,160,913	925,442,491	876,467,336	22,170,529,014
Fee Based Income & others	598,760,486	176,178,633	245,519,463	90,706,286	149,968,538	67,661,645	60,373,430	57,178,420	1,446,346,901
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	9,776,943,616	2,876,757,239	4,008,998,595	1,481,110,161	2,448,782,068	1,104,822,559	985,815,921	933,645,756	23,616,875,915
Segmental Result	2,007,258,532	590,613,564	823,068,737	304,079,795	502,747,985	226,825,948	202,393,252	191,682,440	4,848,670,254
VAT on Financial services	-	-	-	-	-	-	-	-	(937,569,304)
Debt Recovery Levy	-	-	-	-	-	-	-	-	(255,064,105)
Profits from Operations	-	-	-	-	-	-	-	-	3,656,036,844
Share of Associate Profit	-	-	-	-	-	-	-	-	(10,085,857)
Profit Before Tax	-	-	-	-	-	-	-	-	3,645,950,987
Income Tax Expenses	-	-	-	-	-	-	-	-	(1,023,987,987)
Net profit for the period	-	-	-	-	-	-	-	-	2,621,963,000
Segment Asset	38,765,644,153	7,409,543,110	5,486,854,221	5,483,673,476	8,560,221,289	495,717,973	12,202,484,321	11,146,945,141	89,551,083,683
Segment Liabilities	31,779,284,127	9,350,701,941	13,030,974,751	4,814,246,915	7,959,598,027	3,591,149,890	3,204,326,983	3,034,751,444	76,765,034,079
Total Liabilities									76,765,034,079

For the twelve months ended 31 March 2018 Group	Finance Lease	Hire Purchase	Micro Finance & SME	Pawning	Term Loan	Revolving Loans	Investments	Unallocated	Total
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	7,575,071,620	1,523,658,051	5,202,190,865	746,836,162	4,163,128,592	1,628,926,828	885,019,721	-	21,724,831,839
Fee Based Income & others	506,193,831	111,040,400	162,415,392	7,568,068	303,398,432	118,712,126	-	-	1,209,328,249
Unallocated Revenue	161,817,016	32,548,049	111,128,059	15,953,750	88,931,839	34,796,777	74,607,919	418,937,165	938,720,574
Total Revenue	8,243,082,468	1,667,246,500	5,475,734,316	770,357,980	4,555,458,862	1,782,435,681	959,627,640	418,937,165	23,872,880,610
Segmental Result	1,795,819,979	363,222,688	1,192,931,542	167,828,510	992,442,338	388,317,552	209,062,386	91,268,738	5,200,893,733
Depreciation and amortization	-	-	-	-	-	-	-	-	(320,611,266)
VAT on Financial services	-	-	-	-	-	-	-	-	(1,010,997,042)
Profits from Operations	-	-	-	-	-	-	-	-	3,869,285,425
Share of Associate Profit	-	-	-	-	-	-	-	-	-
Profit Before Tax	-	-	-	-	-	-	-	-	3,869,285,425
Income Tax Expenses	-	-	-	-	-	-	-	-	(1,327,227,317)
Net profit for the period	-	-	-	-	-	-	-	-	2,542,058,108
Segment Asset	31,736,375,151	6,573,939,434	12,280,484,740	4,070,736,414	16,567,949,614	2,801,264,789	7,572,206,035	8,516,046,613	90,119,002,790
Segment Liabilities	27,192,161,488	5,632,641,468	10,522,087,750	3,487,862,789	14,195,646,456	2,400,162,090	6,487,969,981	7,296,665,532	77,215,197,552
Total Liabilities									77,215,197,552

These figures are provisional and subject to audit

COMMERCIAL CREDIT & FINANCE PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

- 1 The interim financial statements of the company have been prepared in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS).
- 2 There are no changes to the Accounting Policies and methods of computation since the publication of the Audited Financial Statements for the year ended 31st March 2018 except for the adoption of SLFRS 9 as explained below

Changes in Accounting Policies and Disclosures

In these financial statements, the Company has applied SLFRS 9 effective for annual periods beginning on or after 1 January 2018, for the first time.

SLFRS 9 Financial Instruments

SLFRS 9 replaces LKAS 39 for annual periods on or after 1 January 2018. The Company has not restated comparative information for financial year 2017/2018 for financial instruments in the scope of SLFRS 9. Therefore, comparative information for financial year 2017/2018 is reported under LKAS 39 and is not comparable to the information presented for 2018 Q 4. Differences arising from the adoption of SLFRS 9 have been recognized directly in retained earnings as of 01 April 2018.

Changes to Classification and Measurement

To determine their classification and measurement category, SLFRS 9 requires all financial assets, except equity instruments and derivatives, to be assessed based on a combination of the entity's business model for managing the assets and the instruments' contractual cash flow characteristics.

The LKAS 39 measurement categories of financial assets (fair value through profit or loss (FVPL), available for sale (AFS), held-to-maturity and amortised cost) have been replaced by:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVOCI), with gains or losses recycled to profit or loss on derecognition
- Equity instruments at FVOCI, with no recycling of gains or losses or profit or loss on derecognition
- Financial assets FVPL

The accounting for financial liabilities remains largely the same as it was under LKAS 39, except for the treatment of gains or losses arising from an entity's own credit risk relating to liabilities designated at FVPL. Such movements are presented in OCI with no subsequent reclassification to the income statement.

Changes to the impairment calculation

The adoption of IFRS 9 has fundamentally changed the Company's accounting for loan loss impairments by replacing IAS 39's incurred loss approach with a forward-looking expected credit loss (ECL) approach. IFRS 9 requires the Company to record an allowance for ECLs for all loans and other debt financial assets not held at FVPL, together with loan commitments and financial guarantee contracts. The allowance is based on the ECLs associated with the probability of default in the next twelve months unless there has been a significant increase in credit risk since origination. If there has been a significant increase in credit risk, Impairment for financial assets should be measured on a Long Term Expected Credit Loss (LTECL) basis.

Measurement categories of financial assets and liabilities

From 1 April 2018, the Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

- Amortised cost
- FVOCI
- FVPL

The Company classifies and measures its trading portfolio at FVPL. The Company may designate financial instruments at FVPL, if so doing eliminates or significantly reduces measurement or recognition.

Before 1 April 2018, the Company classified its financial assets as loans and receivables (amortised cost), FVPL, available-for-sale or held-to-maturity (amortised cost). Financial liabilities, other than loan commitments and financial guarantees, are measured at amortised cost or at FVPL when they are held for trading.

The quantitative impact of applying SLFRS 9 as at 1 April 2018 is as follows,

	Company	Group
Retained Earning as at 1 April 2018	7,284,658,283	7,859,293,595
Impact of adoption of Expected Credit Loss model under SLFRS 9	(2,929,489,006)	(3,311,265,510)
Deferred tax in relation to the above	820,256,922	820,256,922
Adjusted Retained Earnings as at 1 April 2018	5,175,426,199	5,368,285,007

- 3 These Financial Statements are in accordance with Sri Lanka Accounting Standard No. 34: (LKAS 34) Interim Financial Reporting and provisions of the companies Act No 07 of 2007 and the provide the information as required in terms of rule 7.4 of the Colombo Stocks Exchange
- 4 Subsequent to the balance sheet date no circumstances has arisen except the followings that would require disclosure in the financial statements.
The Board of Directors appointed Mr. Alain Jean Pascal Dufes as Non executive director of the company with effect from 18th April 2019 to the Board of Directors of the Company.
- 5 **Stated Capital is represented by number of shares in issue as follows;**

	31-Mar-2019	31-Mar-2018
Issued and fully paid Ordinary Shares (Quoted)	318,074,365	318,074,365

- 6 **Market value of Shares**

	31-Mar-2019	31-Mar-2018
	LKR	LKR
Highest traded price	28.60	45.10
Lowest traded price	22.70	42.50
Last traded price	27.30	43.10

7 Information on Listed Debentures

	31-Mar-2019			31-Mar-2018			
	COCR-BD-10/12/20-C2336	COCR-BD-10/12/20-C2335	COCR-BD-01/06/20-C2299	COCR-BD-10/12/20-C2336	COCR-BD-10/12/20-C2335	COCR-BD-01/06/20-C2299	COCR-BC-18/02/18 A20
Highest Traded Price	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	100.00
Lowest Traded Price	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	100.00
Last Traded Price	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	100.00
Interest Yield as at date of last trade	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	20.02%
Coupon Rate	10.37%	10.40%	10.50%	12.99%	10.40%	10.50%	20%
Debt Equity Ratio	5.60			5.84			
Quick Asset Ratio	0.83			0.64			
Interest Cover Ratio	1.32			1.47			
Interest Rates of Comparable Government Securities	11.04%			10.68%			

8 Major twenty shareholders as at 31 March 2019

No	Name of the Shareholder	Total Holding	Percentage
1	B G INVESTMENTS (PVT) LIMITED	132,530,096	41.67
2	GROUP LEASE HOLDINGS PTE LTD	95,390,500	29.99
3	LANKA ORIX FINANCE PLC/B.G.INVESTMENTS (PVT) LTD	26,700,000	8.39
4	CREATION INVESTMENTS SRI LANKA,LLC	20,347,220	6.40
5	CREATION INVESTMENTS SL1 LLC	7,216,294	2.27
6	MR. G.G. HEMACHANDRA (DECEASED)	7,184,282	2.26
7	DR. E. FERNANDO	6,500,000	2.04
8	PEOPLE'S LEASING & FINANCE PLC /MS.S.N.EGODAGE	5,093,438	1.60
9	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.1	4,014,843	1.26
10	MRS. H.H.J. HEWAGE	1,910,000	0.60
11	MR. T.K. HEMACHANDRA	1,555,689	0.49
12	COMMERCIAL BANK OF CEYLON PLC/DUNAMIS CAPITAL PLC	1,492,682	0.47
13	MR. S.K. SEMAGE	737,049	0.23
14	PEOPLE'S LEASING & FINANCE PLC/BG INVESTMENTS (PVT)	602,079	0.19
15	DFCC BANK PLC/P.S.R.CASIE CHITTY	429,808	0.14
16	MRS. L.S.SEMAGE	425,929	0.13
17	CODE-GEN INTERNATIONAL PVT LTD	405,000	0.13
18	MR. N.A. PEIRIS	200,000	0.06
19	MR. D.K. GUNARATNE	180,132	0.06
20	Mr.DT SEMAGE	131,388	0.04

Public Shareholding

Percentage	13.21%
Number	1,556

9 Directors' shareholding as at 31 March 2019

Name of the Shareholder	No. of Shares	% of Shareholding
Mr. K.J.C. Perera	Nil	-
Mr. R.S. Egodage	Nil	-
MR. P.S.R.C. Chitty	429,808	0.135
Mrs. G.R. Egodage	Nil	-
Mr. S. Pinto	42,000	0.013
Mr. D. Soosaipillai	Nil	-
Mr. P. Fisher	Nil	-
Mr. Boris Zschorsch	Nil	-
Mr. K. Vander Weele	Nil	-

10 The Float adjusted Market Capitalisation as at 31st March 2019 - Rs.1,147,081,125/-

The Float adjusted market capitalization of the Company falls under Option 1 of Rule 7.13.1 (b), of the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

COMMERCIAL CREDIT & FINANCE PLC
CORPORATE INFORMATION

1 Company Name	Commercial Credit and Finance PLC
2 Legal Form	Incorporated as a Private Limited Liability Company under the Companies Act No. 17 of 1982 on 4th October, 1982 and converted to a Public Company on 16th December 1989 and re-registered under the Companies Act No. 07 of 2007 on 8th April 2008. The Company is registered under the Finance Companies Act No.78 of 1988 and re-registered under the Finance Business Act No. 42 of 2011. The Company is registered under the Finance Leasing Act No. 56 of 2000.
3 New Registration No. (Under the Companies Act No. 7 of 2007)	PB 269 PQ
4 Place of Incorporation	Kandy, Sri Lanka
5 Registered Office	No. 106, Yatinuwara Veediya, Kandy
6 Telephone	081 4 655 655 081 2 000 000
7 Fax	081 2234390
8 E-mail	ccl@cclk.lk
9 Website	www.cclk.lk
10 Board of Directors of the Company	Mr. K.J.C. Perera (Independent Non-Executive Director) - Chairman Mr. R.S. Egodage (Executive Director) - Chief Executive Officer Mr. P.S.R.C. Chitty (Executive Director) - Chief Operating Officer Mrs. G.R. Egodage (Executive Director) Mr. M.S.D. Pinto (Independent Non-Executive Director) Mr. D. Soosaipillai (Independent Non-Executive Director) Mr. P. Fisher (Non-Executive Director) Mr. Boris Zschorsch (Non-Executive Director) Mr. K. Vander Weele (Non-Executive Director)
11 Company Secretary	Jacey & Company No. 9/5, Thambiah Avenue, Colombo 07
12 Lawyers of the Company	Julius & Creasy Attorneys - at - law Julius & Creasy Building, No. 371, RAD Mel Mawatha, Colombo 07
13 Company Auditors External:	Ernst & Young Chartered Accountants No. 201, De Saram Place, Colombo 10
14 Bankers of the Company	Commercial Bank of Ceylon PLC Hatton National Bank PLC Nations Trust Bank PLC Sampath Bank PLC National Development Bank PLC Seylan Bank PLC People's Bank Bank of Ceylon Cargills Bank Limited Pan Asia Banking Corporation PLC
15 Audit Committee	Mr. D. Soosaipillai (Chairman) Mr. M.S.D. Pinto Mr. K.J.C. Perera
16 Integrated Risk Management Committee	Mr. K.J.C. Perera (Chairman) Mr. D. Soosaipillai Mr. M.S.D. Pinto Mr. R.S. Egodage Mr. P.S.R.C. Chitty
17 Remuneration Committee	Mr. K.J.C. Perera Mr. M.S.D. Pinto
18 Related Party Transaction Review Committee	Mr. M.S.D. Pinto (Chairman) Mr. K.J.C. Perera Mr. P.S.R.C. Chitty

COMMERCIAL CREDIT & FINANCE PLC

Disclosures regarding the utilization of funds as per the objectives stated in the Debenture Prospectus

Debenture issue - June 2015

Objective Number	Objective as per prospectus	Amount allocated as per Prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amounts utilized in LKR (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested
1	Increase the Tier 2 capital of the Company	1,000,000,000	N/A	100%	100%	1,000,000,000	100%	-
2	Further strengthen the lending portfolio of the Company through loan disbursements	1,000,000,000	N/A	100%	100%	1,000,000,000	100%	-

Debenture issue - December 2015

Objective Number	Objective as per prospectus	Amount allocated as per Prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amounts utilized in LKR (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested
1	To further reinforce the Company's Tier II capital base	2,000,000,000	N/A	100%	100%	2,000,000,000	100%	-
2	To further strengthen the asset base and	2,000,000,000	N/A	100%	100%	2,000,000,000	100%	-
3	To reduce the interest rate risk by reducing the maturity mismatch of assets and liabilities	2,000,000,000	N/A	100%	100%	2,000,000,000	100%	-