

**INTERIM FINANCIAL STATEMENTS**

**FOR THE QUARTER ENDED**

**31 DECEMBER 2019**

**COMMERCIAL CREDIT AND FINANCE PLC**



**COMMERCIAL  
CREDIT**

# COMMERCIAL CREDIT & FINANCE PLC

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	COMPANY		GROUP	
	As at 31-Dec-19 (Unaudited) LKR	As at 31-Mar-19 (Audited) LKR	As at 31-Dec-19 (Unaudited) LKR	As at 31-Mar-19 (Audited) LKR
<b>Assets</b>				
Cash and Bank Balances	2,217,609,140	1,748,596,904	2,680,188,779	2,340,080,214
Reverse Repurchase Agreements	2,974,314,056	3,662,522,772	3,110,694,337	3,787,893,629
Placements with Banks	3,985,509,586	3,603,184,738	4,887,717,414	3,513,125,045
Financial assets measured at fair value through profit or loss	2,057,050,103	2,112,157,240	2,213,626,654	2,116,671,777
Financial assets at amortised cost				
Loans and Receivables	19,003,987,642	23,704,115,396	19,151,592,882	24,000,337,936
Lease Rentals Receivable & Stock out on Hire	42,347,026,007	37,150,447,901	51,752,028,363	46,081,967,198
Debt & Other instruments	122,685,960	187,244,522	122,685,960	187,244,522
Financial assets measured at fair value through other comprehensive income	4,310,479	4,310,479	65,709,276	63,107,921
Other Financial Assets	745,945,671	630,157,553	745,945,671	630,157,553
Inventories	71,796,740	77,133,325	71,796,740	77,133,325
Other Assets	392,504,495	314,795,373	523,968,611	381,805,639
Investment in Subsidiaries	1,599,288,321	1,599,288,321	-	-
Investment in Associates	390,000,000	390,000,000	374,109,867	379,914,143
Investment Property	1,638,026,738	1,448,351,320	1,638,026,738	1,448,351,320
Property, Plant and Equipment	2,865,167,854	3,059,953,319	2,944,206,063	3,131,138,603
Intangible Assets & Goodwill	272,542,680	176,116,081	1,034,645,221	941,044,854
Prepaid Rent	8,065,102	8,065,102	8,065,102	8,065,102
Current tax assets	272,679,045	234,306,485	253,097,131	54,594,333
<b>Total Assets</b>	<b>80,968,509,620</b>	<b>80,110,746,831</b>	<b>91,578,104,810</b>	<b>89,142,633,114</b>
<b>Liabilities</b>				
Due to Banks	12,867,852,998	9,241,472,974	20,326,099,315	15,027,515,792
Due to Customers	48,764,687,743	51,908,367,338	50,560,030,714	53,936,319,168
Debt Instruments issued and other Borrowed Funds	3,190,068,341	3,011,533,608	3,190,068,341	3,011,533,608
Other Financial Liabilities	2,050,621,163	2,162,248,713	2,403,870,680	2,546,086,231
Other Liabilities	673,159,502	1,239,959,914	673,086,331	1,398,867,679
Post Employment Benefit Obligations	206,876,353	175,608,858	228,290,751	189,283,759
Deferred tax liabilities	291,068,932	384,558,207	103,920,926	207,060,291
<b>Total Liabilities</b>	<b>68,044,335,032</b>	<b>68,123,749,792</b>	<b>77,485,367,057</b>	<b>76,316,666,528</b>
<b>Shareholders' Funds</b>				
Stated Capital	2,150,640,315	2,150,640,315	2,150,640,315	2,150,640,315
Reserves	10,773,534,273	9,836,356,724	11,934,783,963	10,669,184,619
<b>Total Shareholders' Funds</b>	<b>12,924,174,588</b>	<b>11,986,997,039</b>	<b>14,085,424,278</b>	<b>12,819,824,934</b>
Non - Controlling Interest	-	-	7,313,474	6,141,652
<b>Total Liabilities &amp; Shareholders' Funds</b>	<b>80,968,509,620</b>	<b>80,110,746,831</b>	<b>91,578,104,810</b>	<b>89,142,633,114</b>
Commitments & Contingencies	603,572,000	964,694,781	603,572,000	964,694,781
<b>Net Assets per Share (LKR)</b>	<b>40.63</b>	<b>37.69</b>	<b>44.28</b>	<b>40.30</b>

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 : 13th February 2020

# COMMERCIAL CREDIT & FINANCE PLC

## STATEMENT OF PROFIT OR LOSS

COMPANY	Three months ended				Nine months ended			
	31-Dec-19 (Unaudited) LKR	31-Dec-18 (Unaudited) LKR	Variance		31-Dec-19 (Unaudited) LKR	31-Dec-18 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	4,647,936,526	4,907,220,818	(259,284,292)	-5%	13,387,245,780	14,953,552,479	(1,566,306,699)	-10%
Interest Expense	(2,115,105,325)	(2,190,726,156)	75,620,832	3%	(6,453,215,632)	(6,624,171,128)	170,955,495	3%
<b>Net Interest Income</b>	<b>2,532,831,202</b>	<b>2,716,494,662</b>	<b>(183,663,460)</b>	<b>-7%</b>	<b>6,934,030,147</b>	<b>8,329,381,351</b>	<b>(1,395,351,204)</b>	<b>-17%</b>
Fee & Commission Income	337,309,423	334,060,619	3,248,804	1%	908,422,054	1,028,528,537	(120,106,484)	-12%
Net Income from Real Estate	2,243,961	8,540,304	(6,296,343)	-74%	5,843,295	21,841,915	(15,998,619)	-73%
Net gain from trading	3,070,506	32,012,034	(28,941,527)	-90%	16,141,709	(5,150,515)	21,292,224	413%
Other operating income	169,547,207	113,810,682	55,736,525	49%	470,236,482	392,951,646	77,284,836	19.7%
<b>Total Operating Income</b>	<b>3,045,002,298</b>	<b>3,204,918,300</b>	<b>(159,916,002)</b>	<b>-5%</b>	<b>8,334,673,687</b>	<b>9,767,552,934</b>	<b>(1,432,879,247)</b>	<b>-14.7%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(564,453,319)	(374,140,797)	(190,312,523)	-51%	(1,674,600,715)	(2,370,768,627)	696,167,912	29%
<b>Net Operating Income</b>	<b>2,480,548,979</b>	<b>2,830,777,503</b>	<b>(350,228,525)</b>	<b>-12%</b>	<b>6,660,072,972</b>	<b>7,396,784,307</b>	<b>(736,711,335)</b>	<b>-10%</b>
<b>Operating Expenses</b>								
Personnel Costs	(618,605,482)	(721,677,213)	103,071,730	14%	(1,902,268,231)	(2,157,827,063)	255,558,831	12%
Depreciation	(84,000,000)	(84,000,000)	-	0%	(252,000,000)	(252,122,805)	122,805	0.0%
Other Operating Expenses	(871,762,697)	(715,300,663)	(156,462,034)	-22%	(2,351,632,169)	(2,167,571,304)	(184,060,865)	-8%
<b>Profit before Value added tax on Financial Services</b>	<b>906,180,799</b>	<b>1,309,799,628</b>	<b>(403,618,829)</b>	<b>-31%</b>	<b>2,154,172,571</b>	<b>2,819,263,136</b>	<b>(665,090,564)</b>	<b>-24%</b>
Value Added Tax on Financial Services	(170,507,715)	(210,841,214)	40,333,499	19%	(458,086,762)	(603,300,203)	145,213,441	24%
Debt Repayment Levy	(100,213,108)	(118,331,293)	18,118,185	15%	(269,463,668)	(118,331,293)	(151,132,375)	-128%
<b>Profit Before Income Tax</b>	<b>635,459,977</b>	<b>980,627,121</b>	<b>(345,167,145)</b>	<b>-35%</b>	<b>1,426,622,142</b>	<b>2,097,631,640</b>	<b>(671,009,498)</b>	<b>-32%</b>
Income Tax	(181,407,326)	(326,931,113)	145,523,787	45%	(171,370,405)	(565,468,003)	394,097,598	70%
<b>Profit for the Period</b>	<b>454,052,651</b>	<b>653,696,008</b>	<b>(199,643,357)</b>	<b>-31%</b>	<b>1,255,251,737</b>	<b>1,532,163,637</b>	<b>(276,911,900)</b>	<b>-18%</b>

## STATEMENT OF PROFIT OR LOSS

GROUP	Three months ended				Nine months ended			
	31-Dec-19 (Unaudited) LKR	31-Dec-18 (Unaudited) LKR	Variance		31-Dec-19 (Unaudited) LKR	31-Dec-18 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	5,403,989,810	5,610,439,968	(206,450,158)	-4%	15,594,071,914	16,844,814,117	(1,250,742,203)	-7%
Interest Expense	(2,454,898,259)	(2,462,138,270)	7,240,011	0%	(7,458,166,765)	(7,282,403,685)	(175,763,081)	-2%
<b>Net Interest Income</b>	<b>2,949,091,551</b>	<b>3,148,301,698</b>	<b>(199,210,147)</b>	<b>-6%</b>	<b>8,135,905,149</b>	<b>9,562,410,433</b>	<b>(1,426,505,284)</b>	<b>-15%</b>
Fee & Commission Income	337,309,423	334,060,619	3,248,804	1%	908,422,054	1,028,528,537	(120,106,484)	-12%
Net Income from Real Estate	2,243,961	8,540,304	(6,296,343)	-74%	5,843,295	21,841,915	(15,998,619)	-73%
Net gain from trading	3,070,506	15,645,061	(12,574,555)	80%	16,141,709	(5,150,515)	21,292,224	413%
Other operating income	239,892,121	142,041,086	97,851,036	69%	641,692,894	419,237,695	222,455,199	53%
Net gains from Financial Instruments at Fair Value through Profit Loss	8,938,697	-	8,938,697	100%	8,938,697	-	8,938,697	100%
<b>Net Operating Income</b>	<b>3,540,546,259</b>	<b>3,648,588,766</b>	<b>(108,042,508)</b>	<b>-3%</b>	<b>9,716,943,798</b>	<b>11,026,868,065</b>	<b>(1,309,924,267)</b>	<b>-12%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(709,742,060)	(452,961,786)	(256,780,274)	-57%	(2,153,780,064)	(2,603,068,031)	449,287,967	17%
<b>Net Operating Income</b>	<b>2,830,804,199</b>	<b>3,195,626,980</b>	<b>(364,822,782)</b>	<b>-11%</b>	<b>7,563,163,734</b>	<b>8,423,800,034</b>	<b>(860,636,300)</b>	<b>-10%</b>
<b>Operating Expenses</b>								
Personnel Costs	(707,102,232)	(784,667,814)	77,565,582	10%	(2,115,111,291)	(2,373,497,425)	258,386,134	11%
Depreciation	(93,087,728)	(92,184,170)	(903,558)	-1.0%	(275,715,974)	(274,442,701)	(1,273,273)	-0.5%
Other Operating Expenses	(937,468,432)	(762,662,574)	(174,805,858)	-23%	(2,548,760,002)	(2,302,911,692)	(245,848,311)	-11%
<b>Profit before Value added tax on Financial Services</b>	<b>1,093,145,808</b>	<b>1,556,112,423</b>	<b>(462,966,616)</b>	<b>-30%</b>	<b>2,623,576,467</b>	<b>3,472,948,216</b>	<b>(849,371,749)</b>	<b>-24%</b>
Value Added Tax on Financial Services	(193,192,098)	(249,814,476)	56,622,378	23%	(517,748,594)	(720,393,083)	202,644,489	28%
Debt Repayment Levy	(117,442,311)	(121,130,832)	3,688,521	3%	(304,892,098)	(121,130,832)	(183,761,266)	-152%
<b>Profit after Value Added Tax on Financial Services</b>	<b>782,511,399</b>	<b>1,185,167,115</b>	<b>(402,655,717)</b>	<b>-34%</b>	<b>1,800,935,774</b>	<b>2,631,424,301</b>	<b>(830,488,527)</b>	<b>-32%</b>
Share of Associates Profit/(Loss) (net of taxes)	(8,395,724)	-	(8,395,724)	100%	(5,804,276)	-	(5,804,276)	100%
<b>Profit Before Income Tax</b>	<b>774,115,675</b>	<b>1,185,167,115</b>	<b>(411,051,441)</b>	<b>-35%</b>	<b>1,795,131,498</b>	<b>2,631,424,301</b>	<b>(836,292,802)</b>	<b>-32%</b>
Income Tax	(214,041,073)	(376,741,869)	162,700,796	43%	(211,012,608)	(740,716,934)	529,704,326	72%
<b>Profit for the Period</b>	<b>560,074,602</b>	<b>808,425,246</b>	<b>(248,350,644)</b>	<b>-31%</b>	<b>1,584,118,890</b>	<b>1,890,707,367</b>	<b>(306,588,476)</b>	<b>-16%</b>
<b>Profit Attributable to:</b>								
Equity holders of the parent	559,672,171	807,884,465			1,582,946,569	1,889,256,273		
Non - Controlling interest	402,431	540,781			1,172,322	1,451,094		
	<b>560,074,602</b>	<b>808,425,246</b>			<b>1,584,118,890</b>	<b>1,890,707,367</b>		

Earning per Share (LKR)

1.76

2.54

4.98

5.94

These figures are provisional and subject to audit.

# COMMERCIAL CREDIT & FINANCE PLC

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME COMPANY

	Three months ended		Nine months ended	
	31-Dec-19	31-Dec-18	31-Dec-19	31-Dec-18
	LKR	LKR	LKR	LKR
Profit for the period	454,052,651	653,696,009	1,255,251,737	1,532,163,637
Actuarial gains on defined benefit plans	-	-	-	-
Net Gains/(Losses) on remeasuring at fair value through other comprehensive income	-	-	-	(19,601,987)
<b>Total Comprehensive Income for the period</b>	<b>454,052,651</b>	<b>653,696,009</b>	<b>1,255,251,737</b>	<b>1,512,561,650</b>

## GROUP

	Three months ended		Nine months ended	
	31-Dec-19	31-Dec-18	31-Dec-19	31-Dec-18
	LKR	LKR	LKR	LKR
Profit for the period	560,074,602	808,425,246	1,584,118,890	1,890,707,367
Actuarial gains on defined benefit plans	-	-	-	-
Net Gains/(Losses) on remeasuring at fair value through other comprehensive income	485,975	410,414	726,646	(19,499,383)
<b>Total Comprehensive Income for the period</b>	<b>560,560,578</b>	<b>808,835,660</b>	<b>1,584,845,536</b>	<b>1,871,207,984</b>

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
<b>Balance as at 1 April 2018</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>7,284,658,283</b>	<b>2,574,074,957</b>	<b>13,339,829</b>	-	<b>12,263,436,983</b>
Impact of adopting SLFRS - 9				(2,109,232,265)		(13,339,829)	13,339,829	(2,109,232,265)
Net profit for the period				5,175,426,018	2,574,074,957	-	13,339,829	10,154,204,718
Dividend Paid				1,532,163,637	-	-	-	1,532,163,637
Other comprehensive income net of tax				(238,555,774)	-	-	-	(238,555,774)
				-	-	-	(19,601,987)	(19,601,987)
<b>Balance as at 31 December 2018</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>6,469,033,881</b>	<b>2,574,074,957</b>	-	(19,601,987)	<b>11,428,210,596</b>
<b>Balance as at 1 April 2019</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>6,612,084,610</b>	<b>2,989,810,673</b>	-	(6,262,158)	<b>11,986,997,039</b>
Net profit for the period				1,255,251,737	-	-	-	1,255,251,737
Dividend Paid				(318,074,370)	-	-	-	(318,074,370)
Other comprehensive income net of tax				-	-	-	-	-
				937,177,367	-	-	-	937,177,367
<b>Balance as at 31 December 2019</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>7,549,261,977</b>	<b>2,989,810,673</b>	-	(6,262,158)	<b>12,924,174,588</b>

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
<b>Balance as at 1 April 2018</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>7,859,293,595</b>	<b>2,635,234,429</b>	<b>12,505,786</b>	-	<b>5,407,510</b>	<b>12,903,805,235</b>
Impact of adopting SLFRS - 9				(2,465,963,389)		(12,505,786)	11,002,546		(2,468,718,665)
Net Profit for the period				5,393,330,206	2,635,234,429	-	11,002,546	4,155,474	10,435,086,570
Dividend Paid				1,889,256,273	-	-	-	1,451,094	1,890,707,368
Other comprehensive income net of tax				(238,555,774)	-	-	-	(154,806)	(238,710,579)
				-	-	-	(19,499,742)	359	(19,499,383)
<b>Balance as at 31 December 2018</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>7,044,030,705</b>	<b>2,635,234,429</b>	-	(8,497,196)	<b>5,452,121</b>	<b>12,067,519,536</b>
<b>Balance as at 1 April 2019</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>7,356,688,195</b>	<b>3,079,067,381</b>	-	(7,294,557)	<b>6,141,152</b>	<b>12,825,966,586</b>
Net profit for the year				1,582,946,569	-	-	-	1,172,322	1,584,118,890
Other comprehensive income net of tax				724,106	-	-	-	2,540	726,646
				1,583,670,675	-	-	-	1,174,861	1,584,845,536
Dividend Paid				(318,074,370)	-	-	-	-	(318,074,370)
<b>Balance as at 31 December 2019</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>8,622,284,500</b>	<b>3,079,067,381</b>	-	(7,294,557)	<b>7,316,013</b>	<b>14,092,737,752</b>

These figures are provisional and subject to audit.

# COMMERCIAL CREDIT & FINANCE PLC

## CONSOLIDATED CASH FLOW STATEMENT

For the Nine months ended	COMPANY		GROUP	
	31-Dec-19 Unaudited LKR	31-Dec-18 Unaudited LKR	31-Dec-19 Unaudited LKR	31-Dec-18 Unaudited LKR
<b>Cash Flows From / (Used in) Operating Activities</b>				
<b>Profit before Income Tax Expense</b>	<b>1,426,622,142</b>	<b>2,097,631,640</b>	<b>1,795,131,498</b>	<b>2,631,424,301</b>
<b>Adjustments for</b>				
Depreciation and amortisation	252,000,000	252,122,805	275,715,974	274,442,701
Impairment charge of loans and advances, lease,hire purchase	1,674,600,715	2,370,768,627	2,153,780,064	2,603,068,031
Share of profit of associate	-	-	5,804,276	-
Provision for defined benefit plans	45,000,000	45,000,000	53,301,447	51,400,160
<b>Operating profit before working capital changes</b>	<b>3,398,222,857</b>	<b>4,765,523,072</b>	<b>4,283,733,259</b>	<b>5,560,335,193</b>
(Increase)/Decrease in Inventories	5,336,585	46,976,363	5,336,585	46,976,363
(Increase)/Decrease in Loans and Advances	4,181,406,230	5,865,864,682	4,267,719,764	5,879,431,170
Decrease/(Increase) in Lease Rentals Receivable & Stock out on hire	(6,352,457,298)	(4,311,241,331)	(7,242,089,293)	(6,730,009,836)
Decrease/(Increase) in Other Financial Assets	(115,788,118)	(408,833,768)	(115,788,118)	(408,833,768)
(Increase)/Decrease in Other Assets	(77,709,122)	(136,400,056)	(142,162,972)	(214,843,931)
(Decrease)/Increase in Amounts Due to Customers	(3,143,679,595)	(2,863,041,288)	(3,376,288,454)	(2,087,781,482)
(Decrease)/Increase in Other Financial Liabilities	(114,256,988)	(1,019,343,370)	(144,844,990)	(1,659,618,560)
(Decrease)/Increase in Other Liabilities	(566,800,412)	161,313,397	(725,781,348)	521,529,527
<b>Cash generated from Operations</b>	<b>(2,785,725,861)</b>	<b>2,100,817,701</b>	<b>(3,190,165,566)</b>	<b>907,184,676</b>
Retirement Benefit obligation paid	(13,732,505)	(8,988,937)	(14,294,455)	(9,788,938)
Taxes paid	(303,232,240)	(983,216,786)	(512,654,771)	(1,148,599,376)
<b>Net cash flows from/(used in) Operating activities</b>	<b>(3,102,690,606)</b>	<b>1,108,611,978</b>	<b>(3,717,114,792)</b>	<b>(251,203,638)</b>
<b>Cash flows from / (used in) Investing activities</b>				
Acquisition of Investment Property	(189,675,418)	(237,756,405)	(189,675,418)	(237,756,405)
Acquisition of Property, plant and equipments	(57,214,535)	(355,174,358)	(88,783,434)	(411,635,095)
Investments in Debt & Other instruments	64,558,562		64,558,562	
Acquisition of Intangible assets	(96,426,599)	121,418,875	(93,600,367)	131,514,703
Net investment in placements with banks	82,229,313	(704,358,438)	(910,038,208)	(938,431,693)
Decrease/(Increase) in Placements and Reverse repurchase agreements	-	1,386,407,526	-	1,386,407,526
Net investment in financial assets measured at fair value through profit or loss	1,561,844,064	(62,773,221)	1,409,782,049	(62,773,221)
Net investment in financial assets measured at fair value through other comprehensive income	-	(231,401,985)	(2,601,355)	(327,825,404)
<b>Net cash flows from/(used in) Investing activities</b>	<b>1,365,315,386</b>	<b>(83,638,006)</b>	<b>189,641,830</b>	<b>(460,499,590)</b>
<b>Cash flows from / (used in) Financing activities</b>				
Net cash flow from/(used in) Debt Instruments issued and Other borrowings	178,534,736	(48,373,430)	178,534,733	5,392,766,436
Proceeds from Loans obtained	3,726,108,086	1,660,372,790	5,543,713,665	(1,381,883,016)
Dividend paid	(315,444,932)	(236,075,712)	(315,444,932)	(236,230,519)
<b>Net cash flows from/(used in) Financing activities</b>	<b>3,589,197,890</b>	<b>1,375,923,648</b>	<b>5,406,803,466</b>	<b>3,774,652,901</b>
<b>Net increase in Cash and Cash equivalents</b>	<b>1,851,822,670</b>	<b>2,400,897,620</b>	<b>1,879,330,504</b>	<b>3,062,949,672</b>
<b>Net foreign exchange difference</b>	-	-	-	-
<b>Cash and Cash equivalents at the beginning of the year</b>	<b>6,521,496,139</b>	<b>3,950,012,861</b>	<b>7,092,948,226</b>	<b>3,557,742,340</b>
<b>Cash and Cash equivalents at the end of the year</b>	<b>8,373,318,809</b>	<b>6,350,910,481</b>	<b>8,972,278,730</b>	<b>6,620,692,012</b>
Cash in hand	2,217,609,140	2,585,028,157	2,680,188,779	2,973,250,742
Reverse repurchase agreements	4,481,050,983	2,384,817,181	4,617,431,264	2,384,817,181
Placements with Bank	2,082,678,245	1,536,949,144	2,082,678,245	1,536,949,144
Bank Overdrafts	(408,019,558)	(155,884,000)	(408,019,558)	(274,325,054)
<b>Total Cash and Cash Equivalents For the Purpose of Cash Flow Statement</b>	<b>8,373,318,809</b>	<b>6,350,910,481</b>	<b>8,972,278,730</b>	<b>6,620,692,012</b>

These figures are provisional and subject to audit.

**COMMERCIAL CREDIT & FINANCE PLC**

**FINANCIAL REPORTING BY SEGMENT**

For the Nine months ended 31 December 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	8,728,737,687	2,145,149,535	1,005,233,389	1,206,056,250	1,158,205,970	43,033,761	751,359,055	556,865,193	15,594,640,840
Fee Based Income & others	879,946,402	216,253,104	101,337,849	121,582,856	116,759,056	4,338,245	75,744,709	56,137,730	1,572,099,952
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	9,608,684,089	2,361,402,639	1,106,571,238	1,327,639,106	1,274,965,027	47,372,006	827,103,764	613,002,924	17,166,740,792
Segmental Result	1,468,485,938	360,890,892	169,116,217	202,901,806	194,851,677	7,239,818	126,405,472	93,684,647	2,623,576,467
VAT on Financial services	-	-	-	-	-	-	-	-	(517,748,594)
Debt Recovery Levy	-	-	-	-	-	-	-	-	(304,892,098)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,800,935,774</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	(5,804,276)
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,795,131,498</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(211,012,608)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,584,118,890</b>
Segment Asset	42,755,495,614	8,996,532,749	3,644,176,574	5,621,956,035	6,501,712,246	308,795,239	13,158,515,917	10,590,920,435	91,578,104,810
Segment Liabilities	36,175,953,611	7,612,077,622	3,083,382,868	4,756,806,530	5,501,179,140	261,275,471	11,133,583,053	8,961,108,762	77,485,367,057
<b>Total Liabilities</b>									<b>77,485,367,057</b>

For the Nine months ended 31 December 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	6,662,299,704	1,959,402,996	3,208,332,304	967,732,264	1,796,404,018	951,138,514	642,758,905	656,745,413	16,844,814,118
Fee Based Income & others	579,208,270	170,346,948	278,926,600	84,132,890	156,176,112	82,690,260	55,880,295	57,096,257	1,464,457,632
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	7,241,507,974	2,129,749,944	3,487,258,904	1,051,865,154	1,952,580,130	1,033,828,774	698,639,200	713,841,670	18,309,271,751
Segmental Result	1,373,587,248	403,976,268	661,471,945	199,520,399	370,370,257	196,099,214	132,519,622	135,403,264	3,472,948,216
VAT on Financial services	-	-	-	-	-	-	-	-	(720,393,083)
Debt Recovery Levy	-	-	-	-	-	-	-	-	(121,130,832)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>2,631,424,301</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>2,631,424,301</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(740,716,934)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,890,707,367</b>
Segment Asset	35,214,194,550	7,305,184,735	7,852,780,945	4,878,967,240	9,676,973,793	1,077,338,935	10,941,650,160	11,120,631,805	88,067,722,163
Segment Liabilities	30,249,444,571	6,275,247,341	6,745,639,506	4,191,095,408	8,312,644,549	925,447,957	9,399,017,761	9,552,765,289	75,651,302,382
<b>Total Liabilities</b>									<b>75,651,302,382</b>

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 2019. Certain accounting estimates and assumptions relating to impairment applied by the subsidiary of the company differ from those applied by the company due to the differing risk management practices of the subsidiary.
- 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 they provide the information as required in terms of rule 7.4 of the Colombo Stocks Exchange
- 4 **SLFRS 16 - Leases**  
The company is in the process of quantifying the probable impact on the implementation of the above satandard as at 01.04.2019
- 5 Subsequent to the balance sheet date no circumstances has arisen that would require disclosure in the financial statements.
- 6 **Stated Capital is represented by number of shares in issue as follows;**

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

7 **Market value of Shares**

	31-Dec-2019 LKR	31-Dec-2018 LKR
Highest traded price	33.80	34.30
Lowest traded price	26.00	25.20
Last traded price	29.50	28.50

8 **Information on Listed Debentures**

	31-Dec-2019			31-Dec-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
Highest Traded Price	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded
Lowest Traded Price	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded
Last Traded Price	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded
Interest Yield as at date of last trade	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded
Coupon Rate	10.37%	10.40%	10.50%	12.99%	10.40%	10.50%
Current Yield & Yield to Maturity	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded	Not Traded
Debt Equity Ratio	5.17			5.61		
Quick Asset Ratio	0.67			0.77		
Interest Cover Ratio	1.22			1.32		
Interest Rates of Comparable Government Securities	10.23%			11.70%		

**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	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%	-



9 Major twenty shareholders as at 31 December 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	DR. E. FERNANDO	6,500,000	2.04
7	PEOPLE'S LEASING & FINANCE PLC /MS.S.N.EGODAGE	5,093,438	1.60
8	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.1	4,014,843	1.26
9	MRS. H.H.J. HEWAGE	1,937,800	0.61
10	MR. S.B. HEMACHANDRA	1,796,320	0.56
11	MR. N.Y. HEMACHANDRA	1,796,072	0.56
12	MRS. H.N. HEMACHANDRA	1,796,070	0.56
13	MR. S.M. HEMACHANDRA	1,796,070	0.56
14	MR. T.K. HEMACHANDRA	1,555,689	0.49
15	MR. S.K. SEMAGE	737,049	0.23
16	PEOPLE'S LEASING & FINANCE PLC/BG INVESTMENTS (PVT	602,079	0.19
17	DFCC BANK PLC/P.S.R.CASIE CHITTY	429,808	0.14
18	MRS. L.S.SEMAGE	423,429	0.13
19	CODE-GEN INTERNATIONAL PVT LTD	405,000	0.13
20	SEYLAN BANK PLC/W.D.N.H.PERERA	383,087	0.12

**Public Shareholding**

Percentage	13.21%
Number	1,538

10 Directors' shareholding as at 31 December 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. K. Vander Weele	Nil	-
Mr. P. Fisher	Nil	-
Mr. Boris Zschorsch	Nil	-
Mr. A.J.P. Dufes	Nil	-
Mr. Lasantha Wickremasinghe	Nil	-

11 The Float adjusted Market Capitalisation as at 31 December 2019 - Rs.1,239,519,897/-

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. K. Vander Weele (Non-Executive Director) Mr. P. Fisher (Non-Executive Director) Mr. Boris Zschorsch (Non-Executive Director) Mr. A.J.P. Dufes (None - Executive Director) Mr. L.L.S. Wickremasinghe (Independent 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 Nations Trust Bank PLC DFCC 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 Mr. L.L.S. Wickremasinghe
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 Mr. L.L.S. Wickremasinghe Mr. Janaka Deshapriya Mr. K.L.A.Senevirathne Mr. K.A. Buddhika
17 Remuneration Committee	Mr. M.S.D. Pinto (Chairman) Mr. K.J.C. Perera
18 Related Party Transaction Review Committee	Mr. M.S.D. Pinto (Chairman) Mr. K.J.C. Perera Mr. P.S.R.C. Chitty