

**INTERIM FINANCIAL STATEMENTS**

**FOR THE QUARTER ENDED**

**30 SEPTEMBER 2020**

**COMMERCIAL CREDIT AND FINANCE PLC**



**COMMERCIAL**  
**CREDIT**

## COMMERCIAL CREDIT & FINANCE PLC

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	COMPANY		GROUP	
	As at 30-Sep-20 (Unaudited) LKR	As at 31-Mar-20 (Audited) LKR	As at 30-Sep-20 (Unaudited) LKR	As at 31-Mar-20 (Audited) LKR
<b>Assets</b>				
Cash and Bank Balances	1,543,988,383	854,570,071	1,737,719,751	1,208,461,539
Reverse Repurchase Agreements	4,068,284,857	3,004,279,491	4,213,774,708	3,141,542,623
Placements with Banks	3,892,551,785	3,812,279,883	3,907,294,120	3,826,996,141
Financial assets measured at fair value through profit or loss	2,641,417,167	2,072,291,864	3,356,474,277	2,228,854,997
Financial assets at amortised cost				
Loans and Receivables	15,749,580,184	18,219,942,284	15,856,555,420	18,377,266,075
Lease Rentals Receivable & Stock out on Hire	43,347,193,180	43,395,382,046	51,752,887,787	52,689,500,344
Debt & Other instruments	11,500,289	114,822,765	11,500,289	114,822,765
Financial assets measured at fair value through other comprehensive income	4,310,479	4,310,479	6,153,304	67,223,703
Other Financial Assets	630,145,669	763,448,355	630,145,669	745,448,355
Inventories	90,007,612	65,910,298	90,007,612	65,910,298
Other Assets	302,469,867	173,199,518	401,540,989	257,986,659
Investment in Subsidiaries	1,599,288,321	1,599,288,321	-	-
Investment in Associates	333,427,880	390,000,000	333,427,880	364,203,080
Investment Property	1,517,211,370	1,678,298,940	1,517,211,370	1,678,298,940
Property, Plant and Equipment	3,114,412,364	3,051,877,367	3,178,626,919	3,126,825,486
Right of use assets	552,328,631	649,825,707	576,099,193	672,158,910
Intangible Assets & Goodwill	208,509,735	199,319,998	965,714,937	959,881,318
Current tax assets	-	311,261,563	-	336,796,145
Deferred tax asset	-	-	8,088,899	-
<b>Total Assets</b>	<b>79,606,627,773</b>	<b>80,360,308,948</b>	<b>88,543,223,123</b>	<b>89,862,177,386</b>
<b>Liabilities</b>				
Due to Banks	15,430,931,186	12,661,616,855	21,394,665,345	19,214,209,118
Due to Customers	44,404,439,552	47,394,521,877	46,012,028,471	48,948,641,777
Debt instruments issued	2,110,125,927	3,349,894,465	2,110,125,927	3,349,894,465
Other Financial Liabilities	1,986,327,173	1,753,986,571	1,986,327,173	1,987,798,983
Other Liabilities	1,354,413,042	1,319,578,082	1,522,935,997	1,462,995,410
Deferred tax liabilities	146,847,807	265,361,284	-	80,761,132
Post Employment Benefit Obligations	316,457,328	298,691,827	348,464,583	321,699,082
Current tax liabilities	24,060,146	-	26,685,667	-
<b>Total Liabilities</b>	<b>65,773,602,161</b>	<b>67,043,650,962</b>	<b>73,401,233,163</b>	<b>75,365,999,968</b>
<b>Shareholders' Funds</b>				
Stated Capital	2,150,640,315	2,150,640,315	2,150,640,315	2,150,640,315
Retained earnings	8,086,788,389	7,570,420,764	9,281,824,341	8,636,374,058
Reserves	3,595,596,907	3,595,596,907	3,701,973,397	3,701,973,390
<b>Total Shareholders' Funds</b>	<b>13,833,025,611</b>	<b>13,316,657,986</b>	<b>15,134,438,052</b>	<b>14,488,987,763</b>
Non - Controlling Interest	-	-	7,551,907	7,189,655
<b>Total Liabilities &amp; Shareholders' Funds</b>	<b>79,606,627,773</b>	<b>80,360,308,948</b>	<b>88,543,223,123</b>	<b>89,862,177,386</b>
Commitments & Contingencies	398,254,000	297,435,063	398,254,000	297,435,063
<b>Net Assets per Share (LKR)</b>	<b>43.49</b>	<b>41.87</b>	<b>47.58</b>	<b>45.55</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  
E.D.P. Soosaipillai  
Chairman

Sgd  
R. S. Egodage  
Director/ Chief Executive Officer

These figures are provisional and subject to audit.

Date : 12th November 2020

## COMMERCIAL CREDIT & FINANCE PLC

### STATEMENT OF PROFIT OR LOSS

COMPANY	Three months ended				Six months ended			
	30-Sep-20 (Unaudited) LKR	30-Sep-19 (Unaudited) LKR	Variance		30-Sep-20 (Unaudited) LKR	30-Sep-19 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	4,483,191,274	4,589,942,756	(106,751,482)	-2%	8,076,322,523	8,739,309,253	(662,986,730)	-8%
Interest Expense	(1,737,390,950)	(2,150,982,495)	413,591,545	19%	(3,690,689,837)	(4,338,110,308)	647,420,470	15%
<b>Net Interest Income</b>	<b>2,745,800,324</b>	<b>2,438,960,261</b>	<b>306,840,063</b>	<b>13%</b>	<b>4,385,632,686</b>	<b>4,401,198,946</b>	<b>(15,566,260)</b>	<b>0%</b>
Fee & Commission Income	247,871,720	281,119,469	(33,247,749)	-12%	319,004,948	571,112,631	(252,107,683)	-44%
Net Income from Real Estate	1,914,799	1,137,176	777,623	68%	1,914,799	3,599,335	(1,684,536)	-47%
Net gain from trading	6,425,785	9,737,072	(3,311,287)	34%	26,230,405	13,071,203	13,159,202	-101%
Other operating income	219,654,128	188,430,060	31,224,068	17%	276,237,566	300,689,275	(24,451,709)	-8.1%
<b>Total Operating Income</b>	<b>3,221,666,755</b>	<b>2,919,384,037</b>	<b>302,282,718</b>	<b>10%</b>	<b>5,009,020,403</b>	<b>5,289,671,389</b>	<b>(280,650,986)</b>	<b>-5.3%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(923,498,711)	(722,998,047)	(200,500,664)	-28%	(1,269,872,903)	(1,110,147,396)	(159,725,507)	-14%
<b>Net Operating Income</b>	<b>2,298,168,044</b>	<b>2,196,385,990</b>	<b>101,782,054</b>	<b>5%</b>	<b>3,739,147,500</b>	<b>4,179,523,993</b>	<b>(440,376,493)</b>	<b>-11%</b>
<b>Operating Expenses</b>								
Personnel Costs	(532,008,982)	(651,969,791)	119,960,809	18%	(1,017,395,538)	(1,283,662,749)	266,267,211	21%
Depreciation	(130,841,038)	(84,000,000)	(46,841,038)	-56%	(261,105,338)	(168,000,000)	(93,105,338)	-55.4%
Other Operating Expenses	(683,319,269)	(814,363,187)	131,043,918	16%	(1,134,984,344)	(1,479,869,472)	344,885,128	23%
<b>Profit before Value added tax on Financial Services</b>	<b>951,998,756</b>	<b>646,053,012</b>	<b>305,945,743</b>	<b>47%</b>	<b>1,325,662,281</b>	<b>1,247,991,772</b>	<b>77,670,508</b>	<b>6%</b>
Value Added Tax on Financial Services	(172,646,566)	(172,693,167)	46,601	0%	(287,317,635)	(287,579,047)	261,412	0%
Debt Repayment Levy	-	(105,367,730)	105,367,730	100%	-	(169,250,560)	169,250,560	100%
	779,352,190	367,992,115	411,360,074		1,038,344,646	791,162,165	247,182,481	
Share of loss of associates	(56,572,120)	-	(56,572,120)	-100%	(56,572,120)	-	(56,572,120)	-100%
<b>Profit Before Income Tax</b>	<b>722,780,070</b>	<b>367,992,115</b>	<b>354,787,954</b>	<b>96%</b>	<b>981,772,526</b>	<b>791,162,165</b>	<b>190,610,361</b>	<b>24%</b>
Income Tax	(401,203,447)	32,863,799	(434,067,247)	-1321%	(465,404,901)	10,036,921	(475,441,823)	-4737%
<b>Profit for the Period</b>	<b>321,576,623</b>	<b>400,855,915</b>	<b>(79,279,292)</b>	<b>-20%</b>	<b>516,367,625</b>	<b>801,199,087</b>	<b>(284,831,462)</b>	<b>-36%</b>

### STATEMENT OF PROFIT OR LOSS

GROUP	Three months ended				Six months ended			
	30-Sep-20 (Unaudited) LKR	30-Sep-19 (Unaudited) LKR	Variance		30-Sep-20 (Unaudited) LKR	30-Sep-19 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	5,068,276,166	5,365,679,660	(297,403,494)	-6%	9,214,849,129	10,190,082,104	(975,232,975)	-10%
Interest Expense	(2,045,902,659)	(2,496,801,926)	450,899,266	18%	(4,301,264,341)	(5,003,268,506)	702,004,165	14%
<b>Net Interest Income</b>	<b>3,022,373,507</b>	<b>2,868,877,735</b>	<b>153,495,772</b>	<b>5%</b>	<b>4,913,584,788</b>	<b>5,186,813,598</b>	<b>(273,228,810)</b>	<b>-5%</b>
Fee & Commission Income	242,001,711	281,119,469	(39,117,758)	-14%	319,004,948	571,112,631	(252,107,683)	-44%
Net Income from Real Estate	1,914,799	1,137,176	777,623	68%	1,914,799	3,599,335	(1,684,536)	-47%
Net gain from trading	6,425,785	9,737,072	(3,311,287)	34%	26,230,405	13,071,203	13,159,202	-101%
Other operating income	257,317,316	234,257,205	23,060,111	10%	316,918,610	401,800,773	(84,882,163)	-21%
	<b>3,530,033,117</b>	<b>3,395,128,655</b>	<b>134,904,461</b>	<b>4%</b>	<b>5,577,653,549</b>	<b>6,176,397,539</b>	<b>(598,743,990)</b>	<b>-10%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(1,022,157,129)	(926,245,906)	(95,911,224)	-10%	(1,440,367,227)	(1,444,038,004)	3,670,777	0%
Net Losses from Financial Instruments at Fair Value through Profit Loss	10,856,268	-	10,856,268	-100%	12,597,525	-	12,597,525	-100%
<b>Net Operating Income</b>	<b>2,518,732,256</b>	<b>2,468,882,750</b>	<b>49,849,506</b>	<b>2%</b>	<b>4,149,883,847</b>	<b>4,732,359,534</b>	<b>(582,475,687)</b>	<b>-12%</b>
<b>Operating Expenses</b>								
Personnel Costs	(584,668,243)	(714,416,981)	129,748,739	18%	(1,124,358,467)	(1,408,009,059)	283,650,592	20%
Depreciation	(138,665,422)	(91,680,956)	(46,984,466)	-51%	(277,106,312)	(182,628,246)	(94,478,066)	-51.7%
Other Operating Expenses	(734,457,731)	(884,768,673)	150,310,941	17%	(1,223,596,323)	(1,611,291,571)	387,695,247	24%
<b>Profit before Value added tax on Financial Services</b>	<b>1,060,940,860</b>	<b>778,016,140</b>	<b>282,924,719</b>	<b>36%</b>	<b>1,524,822,745</b>	<b>1,530,430,659</b>	<b>(5,607,914)</b>	<b>0%</b>
Value Added Tax on Financial Services	(192,517,471)	(180,621,817)	(11,895,654)	-7%	(325,131,427)	(324,556,496)	(574,931)	0%
Debt Repayment Levy	-	(113,228,437)	113,228,437	100%	-	(187,449,787)	187,449,787	100%
<b>Profit after Value Added Tax on Financial Services</b>	<b>868,423,389</b>	<b>484,165,886</b>	<b>384,257,502</b>	<b>79%</b>	<b>1,199,691,318</b>	<b>1,018,424,375</b>	<b>181,266,942</b>	<b>18%</b>
Share of Associates Profit/(Loss) (net of taxes)	(19,110,026)	8,815,606	(27,925,632)	-100%	(30,775,209)	2,591,448	(33,366,657)	-100%
<b>Profit Before Income Tax</b>	<b>849,313,363</b>	<b>492,981,492</b>	<b>356,331,870</b>	<b>72%</b>	<b>1,168,916,109</b>	<b>1,021,015,823</b>	<b>147,900,285</b>	<b>14%</b>
Income Tax	(423,060,448)	32,536,790	(455,597,238)	-1400%	(523,220,451)	3,028,465	(526,248,916)	-17377%
<b>Profit for the Period</b>	<b>426,252,914</b>	<b>525,518,283</b>	<b>(99,265,368)</b>	<b>-19%</b>	<b>645,695,657</b>	<b>1,024,044,288</b>	<b>(378,348,631)</b>	<b>-37%</b>
<b>Profit Attributable to:</b>								
Equity holders of the parent	426,033,727	525,113,297			645,333,814	1,023,274,398		
Non - Controlling interest	219,187	404,986			361,843	769,890		
	<b>426,252,914</b>	<b>525,518,283</b>			<b>645,695,657</b>	<b>1,024,044,288</b>		

Earning per Share (LKR)

1.34 1.65

2.03 3.40

These figures are provisional and subject to audit.

# COMMERCIAL CREDIT & FINANCE PLC

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME COMPANY

	Three months ended		Six months ended	
	30-Sep-20 LKR	30-Sep-19 LKR	30-Sep-20 LKR	30-Sep-19 LKR
Profit for the period	321,576,623	400,855,915	516,367,625	801,199,087
Actuarial gains on defined benefit plans	-	-	-	-
Net Gains/(Losses) on remeasuring at fair value through other comprehensive income	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>321,576,623</b>	<b>400,855,915</b>	<b>516,367,625</b>	<b>801,199,087</b>

## GROUP

	Three months ended		Six months ended	
	30-Sep-20 LKR	30-Sep-19 LKR	30-Sep-20 LKR	30-Sep-19 LKR
Profit for the period	426,252,914	525,518,283	645,695,657	1,024,044,288
Actuarial gains on defined benefit plans	-	-	-	-
Net Gains/(Losses) on remeasuring at fair value through other comprehensive income	116,884	89,713	116,884	240,670
<b>Total Comprehensive Income for the period</b>	<b>426,369,798</b>	<b>525,607,996</b>	<b>645,812,541</b>	<b>1,024,284,959</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	FVOCI Reserve LKR	Total LKR
<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>	<b>(6,262,158)</b>	<b>11,986,997,039</b>
Net profit for the period	-	-	-	801,199,087	-	-	801,199,087
Dividend Paid	-	-	-	(318,074,370)	-	-	(318,074,370)
<b>Balance as at 30 September 2019</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>7,095,209,327</b>	<b>2,989,810,673</b>	<b>(6,262,158)</b>	<b>12,470,121,756</b>
<b>Balance as at 1 April 2020</b>	<b>2,150,640,315</b>	<b>220,517,452</b>	<b>58,751,125</b>	<b>7,570,420,764</b>	<b>3,322,590,488</b>	<b>(6,262,158)</b>	<b>13,316,657,986</b>
Net profit for the period	-	-	-	516,367,625	-	-	516,367,625
<b>Balance as at 30 September 2020</b>	<b>2,150,640,315</b>	<b>220,517,452</b>	<b>58,751,125</b>	<b>8,086,788,389</b>	<b>3,322,590,488</b>	<b>(6,262,158)</b>	<b>13,833,025,611</b>

GROUP	Stated Capital LKR	Revaluation Reserve LKR	General Reserve LKR	Retained Earnings LKR	Statutory Reserve LKR	FVOCI Reserve LKR	Non Controlling Interest LKR	Total
<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>	<b>(7,294,557)</b>	<b>6,141,652</b>	<b>12,825,966,586</b>
Net Profit for the period	-	-	-	1,023,274,398	-	-	769,890	1,024,044,289
Dividend Paid	-	-	-	(318,074,370)	-	-	-	(318,074,369)
Other comprehensive income net of tax	-	-	-	239,829	-	-	841	240,670
<b>Balance as at 30 September 2019</b>	<b>2,150,640,315</b>	<b>181,972,474</b>	<b>58,751,125</b>	<b>8,062,128,052</b>	<b>3,079,067,381</b>	<b>(7,294,557)</b>	<b>6,912,383</b>	<b>13,532,177,175</b>
<b>Balance as at 1 April 2020</b>	<b>2,150,640,315</b>	<b>220,517,452</b>	<b>58,751,125</b>	<b>8,636,374,059</b>	<b>3,429,768,580</b>	<b>(7,063,772)</b>	<b>7,189,655</b>	<b>14,496,177,418</b>
Net profit for the year	-	-	-	645,333,814	-	-	361,843	645,695,657
Other comprehensive income net of tax	-	-	-	116,475	-	-	409	116,884
<b>Balance as at 30 September 2020</b>	<b>2,150,640,315</b>	<b>220,517,452</b>	<b>58,751,125</b>	<b>9,281,824,349</b>	<b>3,429,768,580</b>	<b>(7,063,772)</b>	<b>7,551,907</b>	<b>15,141,989,959</b>

These figures are provisional and subject to audit.

# COMMERCIAL CREDIT & FINANCE PLC

## CONSOLIDATED CASH FLOW STATEMENT

For the Six months ended	COMPANY		GROUP	
	30-Sep-20 Unaudited LKR	30-Sep-19 Unaudited LKR	30-Sep-20 Unaudited LKR	30-Sep-19 Unaudited LKR
<b>Cash Flows From / (Used in) Operating Activities</b>				
<b>Profit before Income Tax Expense</b>	<b>981,772,526</b>	<b>791,162,165</b>	<b>1,168,916,109</b>	<b>1,021,015,823</b>
<b>Adjustments for</b>				
Depreciation and amortisation	163,608,269	168,000,000	179,609,243	182,628,246
Impairment charge of loans and advances, lease, hire purchase	1,269,872,903	1,110,147,396	1,440,367,227	1,444,038,004
Share of profit of associate	56,572,120	-	30,775,209	2,591,448
Amortisation of Right of use assets	136,065,055	-	142,842,818	-
Provision for defined benefit plans	30,000,000	30,000,000	39,000,000	35,534,298
<b>Operating profit before working capital changes</b>	<b>2,637,890,873</b>	<b>2,099,309,561</b>	<b>3,001,510,606</b>	<b>2,685,807,820</b>
(Increase)/Decrease in Inventories	(24,097,314)	2,282,420	(24,097,314)	2,282,420
(Increase)/Decrease in Loans and Advances	2,131,934,738	3,325,362,656	2,183,015,823	3,288,474,591
Decrease/(Increase) in Lease Rentals Receivable & Stock out on hire	(883,256,675)	(4,812,959,694)	(165,942,944)	(6,030,448,321)
Decrease/(Increase) in Other Financial Assets	113,140,256	(37,116,141)	95,140,256	(37,116,141)
(Increase)/Decrease in Other Assets	(129,270,349)	(55,817,898)	(143,554,330)	(91,702,415)
(Decrease)/Increase in Amounts Due to Customers	(2,990,082,325)	(1,898,937,415)	(2,936,613,306)	(2,022,797,225)
(Decrease)/Increase in Other Financial Liabilities	270,908,589	424,500,282	37,968,717	40,662,764
(Decrease)/Increase in Other Liabilities	34,834,960	(589,106,181)	59,940,587	(317,068,507)
<b>Cash generated from Operations</b>	<b>1,162,002,752</b>	<b>(1,542,482,409)</b>	<b>2,107,368,094</b>	<b>(2,481,905,014)</b>
Retirement Benefit obligation paid	(12,234,499)	(7,267,880)	(12,234,500)	(7,829,829)
Taxes paid	(248,596,669)	(178,879,647)	(248,588,670)	(355,324,753)
<b>Net cash flows from/(used in) Operating activities</b>	<b>901,171,584</b>	<b>(1,728,629,936)</b>	<b>1,846,544,924</b>	<b>(2,845,059,596)</b>
<b>Cash flows from / (used in) Investing activities</b>				
Acquisition of Investment Property	181,250,001	(120,155,841)	181,250,001	(120,155,841)
Acquisition of Property, plant and equipments	(226,143,266)	(22,878,134)	(231,410,676)	(45,686,324)
Investments in Debt & Other instruments	103,322,476	68,257,302	103,322,476	68,257,302
Acquisition of Intangible assets	(9,189,737)	(83,393,848)	(5,833,619)	(80,899,584)
Net investment in placements with banks	(177,025,114)	(388,009,867)	(177,051,191)	(491,130,093)
Decrease/(Increase) in Placements and Reverse repurchase agreements	584,426,871	237,851,613	576,200,152	231,305,421
Net investment in financial assets measured at fair value through profit or loss	(569,125,303)	99,563,510	(1,127,619,280)	99,987,194
Net investment in financial assets measured at fair value through other comprehensive income	-	-	61,070,399	(1,586,043)
<b>Net cash flows from/(used in) Investing activities</b>	<b>(112,484,073)</b>	<b>(208,765,265)</b>	<b>(620,071,738)</b>	<b>(339,907,969)</b>
<b>Cash flows from / (used in) Financing activities</b>				
Net cash flow from/(used in) Debt Instruments issued and Other borrowings	(1,239,768,538)	(53,141,764)	(1,239,768,538)	(53,141,764)
Proceeds from Loans obtained	2,511,798,316	1,701,102,972	1,853,856,696	2,745,981,240
Lease Payments	(77,135,972)	-	(86,223,628)	-
Dividend paid	-	(277,861,352)	-	(277,861,352)
<b>Net cash flows from/(used in) Financing activities</b>	<b>1,194,893,806</b>	<b>1,370,099,856</b>	<b>527,864,530</b>	<b>2,414,978,124</b>
<b>Net increase in Cash and Cash equivalents</b>	<b>1,983,581,317</b>	<b>(567,295,345)</b>	<b>1,754,337,717</b>	<b>(769,989,442)</b>
Net foreign exchange difference	-	-	-	-
<b>Cash and Cash equivalents at the beginning of the year</b>	<b>3,823,692,308</b>	<b>6,521,496,139</b>	<b>4,177,583,775</b>	<b>7,092,948,226</b>
<b>Cash and Cash equivalents at the end of the year</b>	<b>5,807,273,625</b>	<b>5,954,200,794</b>	<b>5,931,921,492</b>	<b>6,322,958,784</b>
Cash in hand	1,543,988,383	1,223,393,767	1,737,719,751	1,592,151,758
Reverse repurchase agreements	3,492,580,305	3,556,588,208	3,492,580,305	3,556,588,208
Placements with Bank	1,284,970,678	1,541,134,513	1,284,970,678	1,541,134,513
Bank Overdrafts	(514,265,734)	(366,915,694)	(583,349,250)	(366,915,694)
<b>Total Cash and Cash Equivalents For the Purpose of Cash Flow Statement</b>	<b>5,807,273,625</b>	<b>5,954,200,794</b>	<b>5,931,921,484</b>	<b>6,322,958,784</b>

These figures are provisional and subject to audit.

**COMMERCIAL CREDIT & FINANCE PLC**

FINANCIAL REPORTING BY SEGMENT

For the Six months ended 30 September 2020 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	5,584,853,049	1,340,563,231	207,955,009	779,861,753	655,364,314	28,565,744	332,918,488	284,767,540	9,214,849,129
Fee Based Income & others	402,472,834	96,607,785	14,986,293	56,200,793	47,228,876	2,058,592	23,991,795	20,521,793	664,068,761
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	5,987,325,884	1,437,171,016	222,941,301	836,062,546	702,593,190	30,624,337	356,910,283	305,289,334	9,878,917,891
Segmental Result	924,150,883	221,829,058	34,411,255	129,047,250	108,446,096	4,726,903	55,089,527	47,121,772	1,524,822,745
VAT on Financial services	-	-	-	-	-	-	-	-	(325,131,427)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,199,691,318</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	(30,775,209)
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,168,916,109</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(523,220,451)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>645,695,657</b>
Segment Asset	43,416,326,549	8,336,561,238	2,180,186,100	5,792,579,003	4,803,490,960	363,804,362	15,803,708,980	7,846,565,932	88,543,223,123
Segment Liabilities	35,991,595,920	6,910,905,811	1,807,347,221	4,801,976,108	3,982,034,395	301,589,302	13,101,078,623	6,504,705,783	88,543,223,123
<b>Total Liabilities</b>									<b>73,401,233,163</b>

For the Six months ended 30 September 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	5,610,455,894	1,416,094,783	712,640,898	759,445,825	799,415,521	28,218,857	500,600,085	363,210,242	10,190,082,106
Fee Based Income & others	544,845,174	137,520,448	69,206,311	73,751,652	77,633,208	2,740,403	48,614,506	35,272,240	989,583,942
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	6,155,301,068	1,553,615,231	781,847,209	833,197,477	877,048,729	30,959,260	549,214,591	398,482,482	11,179,666,048
Segmental Result	842,624,585	212,680,806	107,030,294	114,059,844	120,062,823	4,238,141	75,184,254	54,549,913	1,530,430,660
VAT on Financial services	-	-	-	-	-	-	-	-	(324,556,496)
Debt Recovery Levy	-	-	-	-	-	-	-	-	(187,449,787)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,018,424,377</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	2,591,448
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,021,015,825</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	3,028,465
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,024,044,288</b>
Segment Asset	43,193,078,476	7,909,701,954	3,977,243,256	5,288,658,428	7,433,489,046	301,748,134	12,377,356,893	9,439,882,734	89,921,158,921
Segment Liabilities	36,692,979,970	6,719,376,011	3,378,710,485	4,492,771,634	6,314,828,076	256,338,252	10,514,696,442	8,019,280,873	89,921,158,921
<b>Total Liabilities</b>									<b>76,388,981,743</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 computations since the publication of the Audited Financial Statements for the year ended 31st March 2020. 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 Company has provided debt moratorium and other concessions for affected customers in line with the directions, guidelines and subsequent amendments issued by the Central Bank of Sri Lanka adjusted for the possible impact of the debt moratorium to these Financial statements
- 5 The EGM held on 9<sup>th</sup> November 2020, the shareholders of Commercial Credit Finance & PLC & Trade Finance Investments PLC resolved that the two Companies be amalgamated with effect from 31<sup>st</sup> December 2020 or any other date specified by the Register General of Companies
- 6 Subsequent to the balance sheet date no circumstances has arisen that would require disclosure in the financial statements other than the item disclosed under note no 5
- 7 **Stated Capital is represented by number of shares in issue as follows;**

	30-Sep-2020	30-Sep-2019
Issued and fully paid Ordinary Shares (Quoted)	318,074,365	318,074,365

- 8 **Market value of Shares**

	30-Sep-2020	30-Sep-2019
	LKR	LKR
Highest traded price	28.70	29.50
Lowest traded price	18.00	26.50
Last traded price	25.30	27.10

- 9 **Information on Listed Debentures**

	30-Sep-2020			30-Sep-2019		
	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	9.10%	10.40%	10.50%	10.37%	10.40%	10.50%
Current Yield & Yield to Maturity	10.13%	10.40%	10.50%	10.13%	10.40%	10.50%
Debt Equity Ratio	4.62			5.32		
Quick Asset Ratio	0.58			0.69		
Interest Cover Ratio	1.27			1.18		
Interest Rates of Comparable Government	6.59%			10.27%		

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

**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%	-



10 Major twenty shareholders as at 30 September 2020

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	1,942,429	0.61%
10	MR. N.Y. HEMACHANDRA	1,800,000	0.57%
11	MR. S.B. HEMACHANDRA	1,796,320	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	714,835	0.22%
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	411,429	0.13%
19	CODE-GEN INTERNATIONAL PVT LTD	405,000	0.13%
20	Mr.N.A.PEIRIS	200,000	0.06%

**Public Shareholding**

Percentage	13.21%
Number	1,838

11 Directors' shareholding as at 30 September 2020

Name of the Shareholder	No. of Shares	% of Shareholding
Mr. R.S. Egodage	Nil	-
MR. P.S.R.C. Chitty	429,808	0.135
Mrs. G.R. Egodage	Nil	-
Mr. D. Soosaipillai	Nil	-
Mr. K. Vander Weele	Nil	-
Mr. P. Fisher	Nil	-
Mr. Boris Zschorsch	Nil	-
Mr. Lasantha Wickremasinghe	Nil	-
Ms.T.M.L.Paktsun	Nil	-

12 The Float adjusted Market Capitalisation as at 30 September 2020 - Rs.1,063,045,877/-

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. E.D.P. Soosaipillai (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. K.D. Vander Weele (Non-Executive Director) Mr. P.T. Fisher (Non-Executive Director) Mr. B.B. Zschorsch (Non-Executive Director) Mr. L.L.S. Wickremasinghe (Independent Non-Executive Director) Ms.T.M.L.Paktsun (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 Sampath 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