

Central Finance Company PLC

Update

Ratings

National

Long-Term Rating	A+(lka)
Senior secured debt	A+(lka)
Senior unsecured debt	A+(lka)

Sovereign Risk

Long-Term Foreign-Currency IDR	B+
Long-Term Local-Currency IDR	B+

Outlooks

National Long-Term Rating	Stable
Sovereign Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Local-Currency IDR	Stable

Financial Data

Central Finance Company PLC

	31 Mar 18 audited (12 mths)	31 Mar 17 audited (12 mths)
Total assets (USDm)	601.9	550.8
Total assets (LKRbn)	93.8	83.6
Total equity (LKRbn)	36.2	31.7
Net income (LKRbn)	5.5	4.8
Pre-tax net income/average assets (%)	10.5	9.8
Debt/tangible equity (x)	1.4	1.4
Unsecured debt/total debt (%)	86.3	83.7
Reported NPL ratio (%)	3.6	3.5

Key Rating Drivers

Stable Credit Profile: Central Finance Company PLC's (CF) rating reflects its established franchise and strong capitalisation, which is supported by profitability and earning retention that is above industry average. These factors counterbalance its weaker asset quality compared with similarly rated peers, owing to its higher exposure to the risky three-wheeler segment.

Strong Capitalisation: CF is likely to maintain lower leverage ratios than peers, underscored by better earning retention. Its debt/tangible equity stood at 1.4x in the financial year ending March 2018 (FYE18), which is the lowest among peers rated by Fitch Ratings. CF also remains the highest capitalised among peers; its Tier 1 and total capital ratios stood at 32.9% and 32.1%, respectively.

Retail-Centric Business Model: CF, similarly to the finance and leasing sector, has a high risk appetite – given its predominant exposure to more vulnerable customer segments – but it has actively managed the associated risks through tight underwriting standards and risk controls. Tighter loan/value regulations, especially on unregistered three-wheelers and cars, have led CF to shift its business model towards the registered vehicle segment and other non-vehicle finance lending, such as SME lending.

Healthy Profitability: CF has demonstrated its ability to maintain profitability above the industry average through interest-rate cycles. Its core profitability ratio, as measured by pre-tax net income/average assets, has improved to 10.5%, from 7.9% in FY15, on wider net interest margins, better cost efficiency and lower credit costs.

Asset-Quality Risks: CF's asset quality is likely to remain under pressure – again similarly to peers – amid a challenging operating environment. Its reported non-performing loan (NPL) ratio, at 3.7%, remains below the industry's 5.8% and its historical 4.2% average (FY15-FY18).

CF's provisioning level remains weak versus peers, despite the sharp increase in loan-loss allowances in FY17, due to the correction of previously understated loss-given-default ratios of the leasing portfolio. Its loan-loss allowance ratio declined further in FY18, as incremental NPLs outstripped loss-allowance charges. However, Fitch sees CF as having strong capital buffers, which mitigate below-average provisioning.

Steady Funding Profile: CF has strong financial flexibility compared with that of peers, which is supported by its large amount of unsecured funding. This is underpinned by CF's high share of granular deposit-based funding, which accounted for 83.2% of total funding in FY18.

Rating Sensitivities

Moderating Risk Appetite: CF's ratings could be upgraded if its risk appetite moderates, which Fitch does not expect in the medium term.

Weaker Capitalisation: The rating could be downgraded if capital buffers are substantially eroded due to weakening asset quality and prolonged, rapid growth in the more vulnerable customer segments.

Related Research

Fitch: Capital Regs to Raise Resilience of Sri Lanka Finance Cos (June 2018)

Fitch Downgrades Melsta Regal Finance; Affirms Nine Sri Lankan Finance Companies (July 2018)

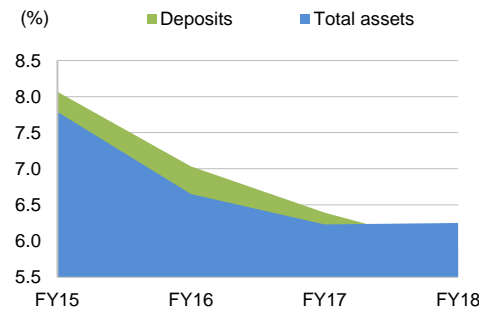
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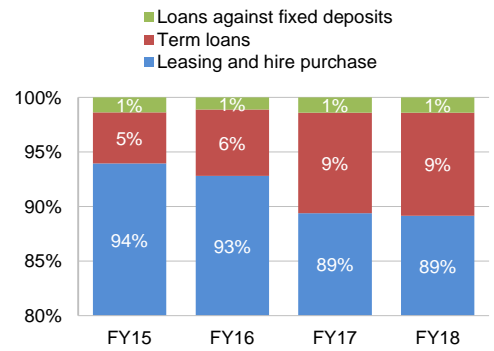
- CF's market share has been declining, and stood at 6.2% of sector assets at FYE18
- CF has shifted its focus on term loans, especially to the SME segment, due to stringent regulation in the vehicle financing segment

Market Share



Source: CF, Fitch

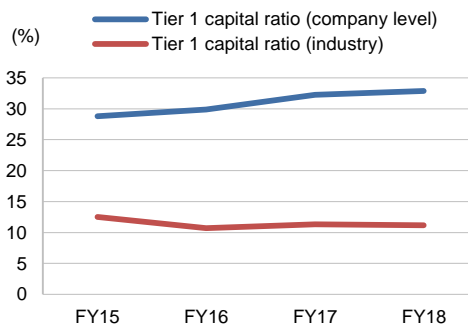
Loans and Advances



Source: CF, Fitch

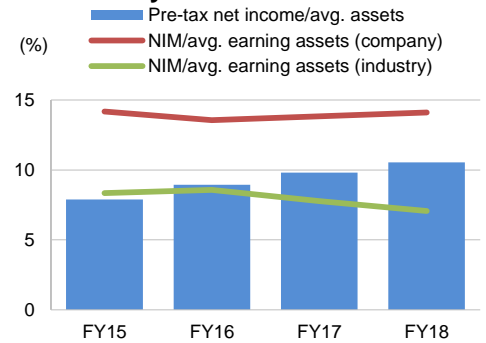
- CF's above-industry capitalisation has been supported by its above-average profitability

Capitalisation



Source: CF, Fitch

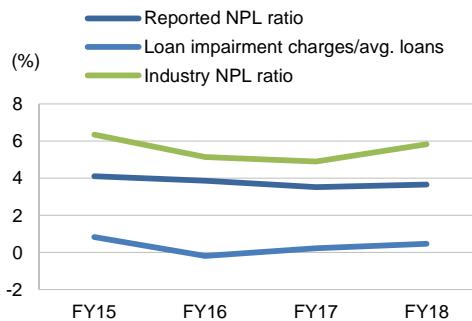
Profitability



Source: CF, Fitch

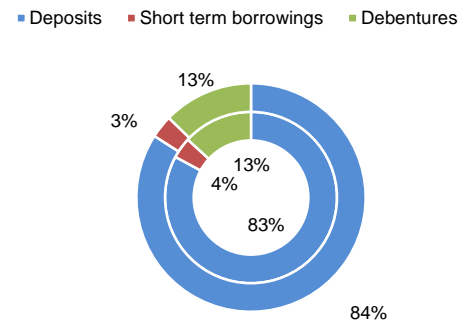
- CF's NPL ratio continued to outperform the industry, although its loan-loss allowances have remained below those of the industry
- CF has maintained a high share of granular deposit-based funding, underpinned by its established franchise

Asset Quality



Source: CF, Fitch

Funding Mix



Source: CF, Fitch

Related Criteria

Non-Bank Financial Institutions Rating Criteria (June 2018)

National Scale Ratings Criteria (July 2018)

Central Finance Company PLC Income Statement

	31 Mar 2018			31 Mar 2017			31 Mar 2016			31 Mar 2015		
	Year End USDm Audited - Unqualified	Year End LKRm Audited - Unqualified	As % of Earning Assets	Year End LKRm Audited - Unqualified	As % of Earning Assets	Year End LKRm Audited - Unqualified	As % of Earning Assets	Year End LKRm Audited - Unqualified	As % of Earning Assets	Year End LKRm Audited - Unqualified	As % of Earning Assets	
1. Interest Income on Loans	99.9	15,572.7	18.96	13,584.0	18.47	12,268.6	17.81	12,024.6	19.39			
2. Other Interest Income	3.5	542.1	0.66	520.2	0.71	355.4	0.52	438.9	0.71			
3. Dividend Income	0.2	29.4	0.04	14.5	0.02	27.1	0.04	20.4	0.03			
4. Gross Interest and Dividend Income	103.6	16,144.2	19.65	14,118.7	19.20	12,651.1	18.36	12,483.9	20.13			
5. Interest Expense on Customer Deposits	27.7	4,314.6	5.25	3,301.7	4.49	2,744.4	3.98	3,345.8	5.40			
6. Other Interest Expense	5.7	889.0	1.08	943.8	1.28	937.7	1.36	758.4	1.22			
7. Total Interest Expense	33.4	5,203.6	6.33	4,245.5	5.77	3,682.1	5.34	4,104.2	6.62			
8. Net Interest Income	70.2	10,940.6	13.32	9,873.2	13.42	8,969.0	13.02	8,379.7	13.51			
9. Net Fees and Commissions	1.8	283.0	0.34	259.5	0.35	224.6	0.33	201.4	0.32			
10. Net Gains (Losses) on Trading and Derivatives	0.1	10.6	0.01	0.8	0.00	n.a.	-	n.a.	-			
11. Net Gains (Losses) on Assets and Liabilities at FV	n.a.	n.a.	-	n.a.	-	n.a.	-	16.1	0.03			
12. Net Gains (Losses) on Other Securities	0.0	3.9	0.00	1.8	0.00	n.a.	-	n.a.	-			
13. Net Insurance Income	2.0	306.9	0.37	279.4	0.38	242.1	0.35	224.1	0.36			
14. Other Operating Income	10.5	1,633.5	1.99	1,385.7	1.88	1,289.0	1.87	1,173.3	1.89			
15. Total Non-Interest Operating Income	14.4	2,237.9	2.72	1,927.2	2.62	1,755.7	2.55	1,614.9	2.60			
16. Total Operating Income	84.5	13,178.5	16.04	11,800.4	16.04	10,724.7	15.57	9,994.6	16.12			
17. Personnel Expenses	15.8	2,458.6	2.99	2,235.3	3.04	1,776.7	2.58	1,550.4	2.50			
18. Other Operating Expenses	15.5	2,418.1	2.94	2,571.7	3.50	2,431.9	3.53	2,139.9	3.45			
19. Total Non-Interest Expenses	31.3	4,876.7	5.94	4,807.0	6.54	4,208.6	6.11	3,690.3	5.95			
20. Equity-accounted Profit/ Loss - Operating	8.0	1,245.7	1.52	952.4	1.29	815.8	1.18	794.6	1.28			
21. Pre-Impairment Operating Profit	61.2	9,547.5	11.62	7,945.8	10.80	7,331.9	10.64	7,098.9	11.45			
22. Loan Impairment Charge	2.1	319.9	0.39	149.7	0.20	(110.0)	(0.16)	418.0	0.67			
23. Securities and Other Credit Impairment Charges	n.a.	n.a.	-	n.a.	-	795.1	1.15	1,420.1	2.29			
24. Operating Profit	59.2	9,227.6	11.23	7,796.1	10.60	6,646.8	9.65	5,260.8	8.48			
25. Equity-accounted Profit/ Loss - Non-operating	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
26. Goodwill Impairment	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
27. Non-recurring Income	0.7	111.7	0.14	118.4	0.16	86.0	0.12	102.7	0.17			
28. Non-recurring Expense	n.a.	n.a.	-	0.0	0.00	15.9	0.02	0.0	0.00			
29. Change in Fair Value of Own Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
30. Other Non-operating Income and Expenses	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
31. Pre-tax Profit	59.9	9,339.3	11.37	7,914.5	10.76	6,716.9	9.75	5,363.5	8.65			
32. Tax expense	24.8	3,870.9	4.71	3,159.5	4.30	2,614.1	3.79	1,628.5	2.63			
33. Profit/Loss from Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
34. Net Income	35.1	5,468.4	6.66	4,755.0	6.46	4,102.8	5.95	3,735.0	6.02			
35. Change in Value of AFS Investments	0.2	33.0	0.04	13.7	0.02	(32.2)	(0.05)	59.9	0.10			
36. Revaluation of Fixed Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
37. Currency Translation Differences	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
38. Remaining OCI Gains/(losses)	(1.4)	(225.2)	(0.27)	74.3	0.10	15.1	0.02	(23.7)	(0.04)			
39. Fitch Comprehensive Income	33.8	5,276.2	6.42	4,843.0	6.58	4,085.7	5.93	3,771.2	6.08			
40. Memo: Profit Allocation to Non-controlling Interests	0.4	66.2	0.08	89.8	0.12	109.1	0.16	101.7	0.16			
41. Memo: Net Income after Allocation to Non-controlling Interests	34.7	5,402.2	6.58	4,665.2	6.34	3,993.7	5.80	3,633.3	5.86			
42. Memo: Common Dividends Relating to the Period	4.2	650.3	0.79	509.4	0.69	469.0	0.68	403.7	0.65			
43. Memo: Preferred Dividends and Interest on Hybrid Capital Accounted for as Equity Related to the Period	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			

Exchange rate

USD1 = LKR155.9

USD1 = LKR151.735

USD1 = LKR143.9

USD1 = LKR132.9

Central Finance Company PLC Balance Sheet

	31 Mar 2018		31 Mar 2017		31 Mar 2016		31 Mar 2015		As % of Assets
	Year End US\$M	Year End LKRm	Year End LKRm	Year End LKRm	Year End LKRm	Year End LKRm	Year End LKRm		
Assets									
A. Loans									
1. Residential Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Other Consumer/ Retail Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Corporate & Commercial Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Other Loans	460.0	71,712.2	76.42	65,606.4	78.50	62,099.7	79.81	54,628.5	76.72
6. Less: Loan Loss Allowances	9.5	1,478.3	1.58	1,471.7	1.76	684.5	0.88	833.1	1.17
7. Net Loans	450.5	70,233.9	74.85	64,134.7	76.74	61,415.2	78.93	53,795.4	75.55
8. Gross Loans	460.0	71,712.2	76.42	65,606.4	78.50	62,099.7	79.81	54,628.5	76.72
9. Memo: Impaired Loans included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Memo: Specific Loan Loss Allowances	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
B. Other Earning Assets									
1. Loans and Advances to Banks	7.9	1,233.1	1.31	911.4	1.09	844.4	1.09	1,703.9	2.39
2. Reverse Repos and Securities Borrowing	19.9	3,099.2	3.30	2,949.7	3.53	2,787.9	3.58	2,772.8	3.89
3. Derivatives	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Trading Securities and at FV through Income	1.8	275.3	0.29	106.1	0.13	40.0	0.05	218.1	0.31
5. Available for Sale Securities	1.8	279.7	0.30	246.8	0.30	234.8	0.30	267.0	0.37
6. Held to Maturity Securities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Other Securities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Total Securities	3.6	555.0	0.59	352.9	0.42	274.8	0.35	485.1	0.68
9. Memo: Government Securities included Above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Memo: Total Securities Pledged	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
11. Equity Investments in Associates	38.3	5,973.6	6.37	4,075.1	4.88	3,537.1	4.55	3,167.8	4.45
12. Investments in Property	2.3	358.5	0.38	65.1	0.08	41.3	0.05	82.4	0.12
13. Insurance Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
14. Other Earning Assets	4.5	694.8	0.74	1,063.9	1.27	n.a.	-	n.a.	-
15. Total Earning Assets	526.9	82,148.1	87.54	73,552.8	88.01	68,900.7	88.55	62,007.4	87.08
C. Non-Earning Assets									
1. Cash and Due From Banks	3.7	580.0	0.62	516.2	0.62	520.6	0.67	443.2	0.62
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Foreclosed Assets	n.a.	n.a.	-	n.a.	-	37.5	0.05	n.a.	-
4. Fixed Assets	53.9	8,395.6	8.95	7,134.9	8.54	5,925.8	7.62	5,801.1	8.15
5. Goodwill	n.a.	n.a.	-	n.a.	-	0.0	0.00	15.9	0.02
6. Other Intangibles	0.7	103.3	0.11	100.4	0.12	106.1	0.14	169.7	0.24
7. Current Tax Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Deferred Tax Assets	0.1	14.6	0.02	11.9	0.01	11.8	0.02	12.9	0.02
9. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Other Assets	16.6	2,594.1	2.76	2,259.0	2.70	2,305.6	2.96	2,753.5	3.87
11. Total Assets	601.9	93,835.7	100.00	83,575.2	100.00	77,808.1	100.00	71,203.7	100.00
Liabilities and Equity									
D. Interest-Bearing Liabilities									
1. Total Customer Deposits	260.2	40,570.2	43.24	35,527.9	42.51	34,299.1	44.08	33,448.3	46.98
2. Deposits from Banks	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Repos and Securities Lending	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Commercial Paper and Short-term Borrowings	16.2	2,518.7	2.68	2,904.7	3.48	1,865.3	2.40	1,456.1	2.04
5. Customer Deposits and Short-term Funding	276.4	43,088.9	45.92	38,432.6	45.99	36,164.4	46.48	34,904.4	49.02
6. Senior Unsecured Debt	36.2	5,643.7	6.01	6,140.8	7.35	6,639.0	8.53	4,859.2	6.82
7. Subordinated Borrowing	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Covered Bonds	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Long-term Funding	0.0	4.9	0.01	5.4	0.01	n.a.	-	n.a.	-
10. Total LT Funding	36.2	5,648.6	6.02	6,146.2	7.35	6,639.0	8.53	4,859.2	6.82
11. Memo: o/w matures in less than 1 year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Trading Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
13. Total Funding	312.6	48,737.5	51.94	44,578.8	53.34	42,803.4	55.01	39,763.6	55.84
14. Derivatives	0.0	0.0	0.00	0.0	0.00	0.1	0.00	6.9	0.01
15. Total Funding and Derivatives	312.6	48,737.5	51.94	44,578.8	53.34	42,803.5	55.01	39,770.5	55.85
E. Non-Interest Bearing Liabilities									
1. Fair Value Portion of Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Credit impairment reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Reserves for Pensions and Other	7.6	1,188.6	1.27	995.6	1.19	927.3	1.19	917.3	1.29
4. Current Tax Liabilities	5.8	905.8	0.97	889.1	1.06	902.7	1.16	338.3	0.48
5. Deferred Tax Liabilities	31.5	4,912.2	5.23	3,755.6	4.49	3,276.4	4.21	2,658.9	3.73
6. Other Deferred Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Insurance Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Liabilities	11.9	1,852.2	1.97	1,643.0	1.97	1,553.9	2.00	2,404.1	3.38
10. Total Liabilities	369.4	57,596.3	61.38	51,862.1	62.05	49,463.8	63.57	46,089.1	64.73
F. Hybrid Capital									
1. Pref. Shares and Hybrid Capital accounted for as Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Pref. Shares and Hybrid Capital accounted for as Equity	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
G. Equity									
1. Common Equity	211.4	32,962.9	35.13	28,288.9	33.85	24,978.5	32.10	24,216.1	34.01
2. Non-controlling Interest	5.5	865.1	0.92	883.9	1.06	855.8	1.10	796.0	1.12
3. Securities Revaluation Reserves	0.8	119.4	0.13	29.7	0.04	0.1	0.00	102.5	0.14
4. Foreign Exchange Revaluation Reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Fixed Asset Revaluations and Other Accumulated OCI	14.7	2,292.0	2.44	2,510.6	3.00	2,509.9	3.23	n.a.	-
6. Total Equity	232.5	36,239.4	38.62	31,713.1	37.95	28,344.3	36.43	25,114.6	35.27
7. Memo: Equity plus Pref. Shares and Hybrid Capital accounted for as E	232.5	36,239.4	38.62	31,713.1	37.95	28,344.3	36.43	25,114.6	35.27
8. Total Liabilities and Equity	601.9	93,835.7	100.00	83,575.2	100.00	77,808.1	100.00	71,203.7	100.00
9. Memo: Fitch Core Capital	231.8	36,136.1	38.51	31,612.7	37.83	28,238.2	36.29	24,929.0	35.01

Exchange rate

USD1 = LKR155.9

USD1 = LKR151.735

USD1 = LKR143.9

USD1 = LKR132.9

Central Finance Company PLC Summary Analytics

	31 Mar 2018	31 Mar 2017	31 Mar 2016	31 Mar 2015
	Year End	Year End	Year End	Year End
A. Interest Ratios				
1. Interest Income/ Average Earning Assets	20.81	19.76	19.13	21.11
2. Interest Income on Loans/ Average Gross Loans	22.71	21.32	20.88	23.63
3. Interest Expense on Customer Deposits/ Average Customer Deposits	11.30	9.46	8.18	10.04
4. Interest Expense/ Average Interest-bearing Liabilities	11.23	9.78	8.80	10.40
5. Net Interest Income/ Average Earning Assets	14.10	13.82	13.56	14.17
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	13.69	13.61	13.73	13.47
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Assets	14.10	13.82	13.56	14.17
B. Other Operating Profitability Ratios				
2. Non-Interest Expense/ Gross Revenues	37.00	40.74	39.24	36.92
3. Loans and securities impairment charges/ Pre-impairment Op. Profit	3.35	1.88	9.34	25.89
4. Operating Profit/ Average Total Assets	10.41	9.65	8.83	7.73
5. Non-Interest Income/ Gross Revenues	16.98	16.33	16.37	16.16
6. Non-Interest Expense/ Average Total Assets	5.50	5.95	5.59	5.42
7. Pre-impairment Op. Profit/ Average Equity	27.72	26.22	27.33	30.36
8. Pre-impairment Op. Profit/ Average Total Assets	10.77	9.84	9.74	10.43
9. Operating Profit/ Average Equity	26.79	25.73	24.78	22.50
C. Other Profitability Ratios				
1. Net Income/ Average Total Equity	15.88	15.69	15.29	15.98
2. Net Income/ Average Total Assets	6.17	5.89	5.45	5.49
3. Fitch Comprehensive Income/ Average Total Equity	15.32	15.98	15.23	16.13
4. Fitch Comprehensive Income/ Average Total Assets	5.95	6.00	5.43	5.54
5. Taxes/ Pre-tax Profit	41.45	39.92	38.92	30.36
D. Capitalization				
2. Tangible Common Equity/ Tangible Assets	38.55	37.87	36.34	35.10
3. Equity/ Total Assets	38.62	37.95	36.43	35.27
7. Tier 1 Capital Ratio	32.89	27.41	25.26	28.80
8. Total Capital Ratio	32.09	28.08	25.56	29.08
11. Cash Dividends Paid & Declared/ Net Income	11.89	10.71	11.43	10.81
E. Loan Quality				
1. Reported NPL Ratio (at six months level)	3.65	3.52	3.86	4.10
2. Growth of Gross Loans	9.31	5.65	13.68	10.31
4. Loan Impairment Charges/ Average Gross Loans	0.47	0.23	(0.19)	0.82
5. Growth of Total Assets	12.28	7.41	9.28	8.82
6. Loan Loss Allowances/ Gross Loans	2.06	2.24	1.10	1.53
7. Net Charge-offs/ Average Gross Loans	0.28	(0.15)	(0.22)	(0.09)
F. Funding and Liquidity				
1. Loans/ Customer Deposits	176.76	184.66	181.05	163.32
3. Customer Deposits/ Total Funding (excluding derivatives)	83.24	79.70	80.13	84.12
6. Growth of Total Customer Deposits	14.19	3.58	2.54	2.37

Central Finance Company PLC Reference Data

	31 Mar 2018			31 Mar 2017			31 Mar 2016			31 Mar 2015		
	Year End USDm	Year End LKRm	As % of Assets	Year End LKRm	As % of Assets	Year End LKRm	As % of Assets	Year End LKRm	As % of Assets	Year End LKRm	As % of Assets	
A. Off-Balance Sheet Items												
1. Managed Securitised Assets Reported Off-Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
2. Other off-balance sheet exposure to securitizations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
3. Guarantees	0.9	135.2	0.14	95.4	0.11	99.4	0.13	132.8	0.19			
4. Acceptances and documentary credits reported off-balance sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
5. Committed Credit Lines	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
6. Other Contingent Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
7. Other Off-Balance Sheet items	12.3	1,919.1	2.05	976.5	1.17	n.a.	-	n.a.	-	n.a.	-	
8. Total Assets under Management	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
B. Average Balance Sheet												
1. Average Loans	439.8	68,566.5	73.07	63,703.6	76.22	58,769.5	75.53	50,884.3	71.46			
2. Average Earning Assets	497.7	77,586.4	82.68	71,433.4	85.47	66,147.1	85.01	59,128.3	83.04			
3. Average Total Assets	568.5	88,632.4	94.45	80,757.7	96.63	75,238.9	96.70	68,093.7	95.63			
4. Average Managed Securitised Assets (OBS)	n.a.	n.a.	-	0.0	0.00	n.a.	-	n.a.	-			
5. Average Interest-Bearing Liabilities	297.3	46,354.7	49.40	43,405.2	51.94	41,835.8	53.77	39,466.6	55.43			
6. Average Common equity	198.4	30,935.5	32.97	26,878.8	32.16	25,401.8	32.65	22,554.9	31.68			
7. Average Equity	220.9	34,443.4	36.71	30,299.5	36.25	26,825.2	34.48	23,379.5	32.83			
8. Average Customer Deposits	244.9	38,179.3	40.69	34,886.3	41.74	33,540.3	43.11	33,316.8	46.79			
C. Maturities												
Asset Maturities:												
Loans & Advances < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans & Advances 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans and Advances 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans & Advances > 5 years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Debt Securities < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Debt Securities 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Debt Securities 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Debt Securities > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans & Advances to Banks < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans & Advances to Banks 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans & Advances to Banks 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Loans & Advances to Banks > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Liability Maturities:												
Retail Deposits < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Retail Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Other Deposits < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Other Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Other Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Other Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Deposits from Banks < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Deposits from Banks 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Deposits from Banks 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Deposits from Banks > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Senior Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Senior Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Senior Debt Maturing 1- 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Total Senior Debt on Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Subordinated Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Subordinated Debt Maturing 1- 5 Year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Subordinated Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Total Subordinated Debt on Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
Fair Value Portion of Subordinated Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
D. Risk Weighted Assets												
1. Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
2. Fitch Core Capital Adjustments for Insurance and Securitisation Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
3. Fitch Core Capital Adjusted Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
4. Other Fitch Adjustments to Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
5. Fitch Adjusted Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
E. Fitch Core Capital Reconciliation												
1. Total Equity as reported (including non-controlling interests)	232.5	36,239.4	38.62	31,713.1	37.95	28,344.3	36.43	25,114.6	35.27			
2. Fair-value adjustments relating to own credit risk on debt issued	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00			
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00			
4. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	15.9	0.02			
5. Other intangibles	0.7	103.3	0.11	100.4	0.12	106.1	0.14	169.7	0.24			
6. Deferred tax assets deduction	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00			
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00			
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00			
9. Fund for general banking risks if not already included and readily convertible into equi	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00			
10. Fitch Core Capital	231.8	36,136.1	38.51	31,612.7	37.83	28,238.2	36.29	24,929.0	35.01			

Exchange Rate

USD1 = LKR155.9

USD1 = LKR151.735

USD1 = LKR143.9

USD1 = LKR132.9

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