



Central Finance Company PLC

PUBLICATION OF FINANCIAL STATEMENTS IN ACCORDANCE WITH SECTION 29 (5) OF THE FINANCE BUSINESS ACT, NO 42 OF 2011

Key financial data for the period ended 30th September (Unaudited)

In Rupees Million	From 01/04/2020 to 30/09/2020	From 01/04/2019 to 30/09/2019
Interest income	8,654	9,820
Interest expenses	(3,202)	(3,397)
Net Interest Income	5,452	6,423
Gains / (losses) from trading activities	5	5
Other Income	1,188	930
	6,645	7,358
Operating Expenses	1,904	2,383
Impairment	2,424	1,912
Profit / (loss) before tax	2,317	3,063
Taxes	800	1,541
Profit / (loss) after tax	1,517	1,522

Key financial data as at 30th September (Unaudited)

In Rupees Million	As at 30/09/2020	As at 30/09/2019
Assets		
Cash and bank balance	1,218	794
Government securities	2,671	4,884
Due from related parties	34	25
Loans	73,627	81,438
Investments in equity	2,099	2,258
Investment properties and real estate	318	322
Property, plant and equipment	10,313	10,283
Other assets	15,789	3,629
Total Assets	106,069	103,633
Liabilities		
Due to banks	5,644	5,125
Due to related parties	177	238
Deposits from customers	54,328	51,925
Other borrowings	1,823	4,296
Other liabilities	6,947	7,400
Total liabilities	68,919	68,984
Equity		
Stated capital	1,962	1,697
Statutory reserve fund	2,213	2,037
Retained earnings	28,491	26,425
Other reserves	4,484	4,490
Total Equity	37,150	34,649
Net assets value per share (Rs.)	165.83	157.02

Selected Key Performance Indicators

Item	Based on unaudited financial statements as at 30/09/2020		Based on unaudited financial statements as at 30/09/2019	
	Actual	Required	Actual	Required
Regulatory Capital Adequacy (%)				
Tier 1 capital adequacy ratio	26.79%	7%	26.32%	7%
Total capital adequacy ratio	26.72%	11%	26.17%	11%
Capital funds to deposit liabilities ratio	63.10%	10%	62.84%	10%
Quality of Loan Portfolio (%)				
Gross non-performing loans ratio	15.97%		8.15%	
Net-non-performing loans ratio	5.11%		2.87%	
Net-non-performing loans to core capital ratio	13.81%		8.63%	
Provision coverage ratio	57.85%		55.57%	
Profitability (%)				
Net interest margin (annualised net interest income as a percentage of average interest earning assets)	13.00%		14.70%	
Return on assets (annualised profit before tax as a percentage of average assets)	4.35%		5.98%	
Return on equity (annualised profit after tax as a percentage of average equity)	8.34%		8.96%	
Cost to income ratio (operating expenses as a percentage of net income)	28.65%		32.39%	
Liquidity (%)				
Available liquid assets to required liquid assets (Minimum 100%)	139.69%		135.19%	
Liquid assets to external funds	7.47%		11.57%	
Memorandum information				
Number of branches	103		98	
External credit rating	A+(Ika) by Fitch Ratings Lanka Ltd.		A+(Ika) by Fitch Ratings Lanka Ltd.	
Regulatory penalties imposed last 6 months Amount (Rs. Mn)	None		None	
Regulatory deposit restrictions				
Cap on total deposits (Rs. Mn)	None		None	
Downsizing of deposits-per month/quarter/year (Rs. Mn)	None		None	
Freezing of deposits	None		None	
Regulatory borrowing restrictions				
Cap on total borrowings (Rs. Mn)	None		None	
Downsizing of borrowings- per month/quarter/year (Rs. Mn)	None		None	
Freezing of borrowings	None		None	
Regulatory Lending Restrictions				
Cap on total Lending portfolio (Rs. Mn)	None		None	
Downsizing of Lending portfolio - per month/quarter/year (Rs. Mn)	None		None	
Restrictions on granting new credit facilities and / or extending the terms of existing credit facilities	None		None	
Any Other Regulatory Restrictions	None		None	

Certification

We, the undersigned, being the Chief Executive Officer, the Chief Financial Officer and the Compliance Officer of Central Finance Company PLC certify jointly that:

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka (CBSL);
- the information contained in these statements have been extracted from the unaudited financial statements of the Licensed Finance Company unless indicated as audited.

Sgd.
E. H. Wijenaika
Chief Executive Officer

Sgd.
K. Kandeepan Ishan
Chief Financial Officer

Sgd.
R. Tillekeratne
Compliance Officer



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Rated A+(Ika) by Fitch Ratings Lanka Ltd.