



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 2021 (Unaudited)

In Rupees Million	From 01/04/2021 to 30/09/2021	From 01/04/2020 to 30/09/2020
Interest income	6,614	8,654
Interest expenses	(1,981)	(3,202)
Net Interest Income	4,633	5,452
Gains / (losses) from trading activities	419	369
Other Income	1,205	824
	6,257	6,645
Operating Expenses	2,050	1,904
Impairment	1,566	2,424
Profit / (loss) before tax	2,641	2,317
Taxes	1,098	800
Profit / (loss) after tax	1,543	1,517

Key financial data as at 30th September 2021 (Unaudited)

In Rupees Million	As at 30/09/2021	As at 30/09/2020
Assets		
Cash and bank balance	614	1,218
Government securities	4,670	2,671
Due from related parties	25	34
Loans	58,463	73,627
Investments in equity	2,246	2,099
Investment properties and real estate	314	318
Property, plant and equipment	10,040	10,313
Other assets	19,721	15,789
Total Assets	96,093	106,069
Liabilities		
Due to banks	330	5,644
Due to related parties	137	177
Deposits from customers	49,123	54,328
Other borrowings	-	1,823
Other liabilities	5,506	6,947
Total Liabilities	55,096	68,919
Equity		
Stated capital	2,230	1,962
Statutory reserve fund	2,371	2,213
Retained earnings	31,731	28,491
Other reserves	4,665	4,484
Total Equity	40,997	37,150
Net assets value per share (Rs.)	180.32	163.40

Selected Key Performance Indicators

Item	As at 30/09/2021 based on unaudited financial statements		As at 30/09/2020 based on unaudited financial statements	
	Actual	Required	Actual	Required
Regulatory capital adequacy (%)				
Tier 1 capital adequacy ratio	34.14%	8.00%	26.79%	7.00%
Total capital adequacy ratio	34.73%	12.00%	26.72%	11.00%
Capital funds to deposit liabilities ratio	80.50%	10.00%	67.19%	10.00%
Quality of loan portfolio (%)				
Gross non-performing loans ratio	21.10%		15.97%	
Net-non-performing loans ratio	6.79%		5.11%	
Net-non-performing loans to core capital ratio	13.95%		13.81%	
Provision coverage ratio	57.85%		57.85%	
Profitability (%)				
Net interest margin (annualised net interest income as a percentage of average interest earning assets)	13.10%		13.00%	
Return on assets (annualised profit before tax as a percentage of average assets)	5.34%		4.35%	
Return on equity (annualised profit after tax as a percentage of average equity)	7.62%		8.34%	
Cost to income ratio (operating expenses as a percentage of net income)	32.76%		28.65%	
Liquidity (%)				
Available liquid assets to required liquid assets (Minimum 100%)	130.04%		139.69%	
Liquid assets to external funds	13.12%		7.47%	
Memorandum information				
Number of branches	103		103	
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. Wijenaik
Chief Executive Officer

Sgd.
K. Kandeepan Ishan
Chief Financial Officer

Sgd.
R. Tillekeratne
Compliance Officer

15th November 2021



Central Finance Company PLC

84, Raja Veediya, Kandy.

Website: www.centralfinance.lk

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