



**COMMERCIAL  
CREDIT**

## **INTERIM FINANCIAL STATEMENTS**

**For The Quarter Ended  
30 September 2022**

**COMMERCIAL CREDIT AND FINANCE PLC**

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## COMMERCIAL CREDIT &amp; FINANCE PLC

## STATEMENT OF FINANCIAL POSITION

	COMPANY		GROUP	
	As at 30-Sep-22 (Unaudited)	As at 31-Mar-22 (Audited)	As at 30-Sep-22 (Unaudited)	As at 31-Mar-22 (Audited)
	LKR	LKR	LKR	LKR
<b>Assets</b>				
Cash and Bank Balances	2,125,250,129	2,632,255,116	2,125,313,981	2,632,255,116
Reverse Repurchase Agreements	239,999,998	354,147,585	239,999,998	354,147,585
Placements with Banks	1,424,216,854	1,811,884,152	1,424,216,854	1,811,884,152
Financial assets measured at fair value through profit or loss	5,273,090,219	5,087,514,674	5,273,272,899	5,087,514,674
Financial assets at amortised cost				
Loans and Receivables	20,736,014,140	18,990,319,759	20,736,014,140	18,990,319,759
Lease Rentals Receivable & Stock out on Hire	57,077,683,758	55,003,014,280	57,077,683,758	55,003,014,280
Financial assets measured at fair value through other comprehensive income	2,554,019	2,554,019	2,554,019	2,554,019
Other Financial Assets	492,001,348	461,938,633	492,001,348	461,938,633
Inventories	227,871,460	88,973,435	227,871,460	88,973,435
Other Assets	594,176,354	501,654,645	600,565,003	501,654,645
Investment in Subsidiaries	15,000,000	-	-	-
Investment in Associates	300,640,397	300,640,397	300,640,397	300,640,397
Investment Property	1,419,982,185	1,493,885,665	1,419,982,185	1,493,885,665
Property, Plant and Equipment	5,726,120,356	4,826,749,332	5,726,120,356	4,826,749,332
Right of use assets	418,878,595	485,538,621	418,878,595	485,538,621
Intangible Assets & Goodwill	872,431,928	888,783,421	880,884,499	888,783,421
Deferred tax asset	890,248,152	700,374,664	890,248,152	700,374,664
<b>Total Assets</b>	<b>97,836,159,892</b>	<b>93,630,228,397</b>	<b>97,836,247,642</b>	<b>93,630,228,397</b>
<b>Liabilities</b>				
Due to Banks	20,843,064,931	19,229,423,107	20,843,064,931	19,229,423,107
Due to Customers	51,393,558,869	48,077,987,723	51,393,558,869	48,077,987,723
Debt instruments issued	1,353,786,236	1,295,844,686	1,353,786,236	1,295,844,686
Other Financial Liabilities	1,620,487,152	1,988,564,234	1,620,487,152	1,988,564,234
Other Liabilities	2,070,463,194	2,317,261,908	2,070,550,945	2,317,261,908
Post Employment Benefit Obligations	366,492,087	334,424,812	366,492,087	334,424,812
Current tax liabilities	1,295,493,223	1,193,392,657	1,295,493,223	1,193,392,657
<b>Total Liabilities</b>	<b>78,943,345,693</b>	<b>74,436,899,127</b>	<b>78,943,433,443</b>	<b>74,436,899,127</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	12,319,357,385	12,619,872,455	12,319,357,385	12,619,872,455
Reserves	4,422,816,499	4,422,816,499	4,422,816,499	4,422,816,499
<b>Total Shareholders' Funds</b>	<b>18,892,814,199</b>	<b>19,193,329,270</b>	<b>18,892,814,199</b>	<b>19,193,329,270</b>
<b>Total Liabilities &amp; Shareholders' Funds</b>	<b>97,836,159,892</b>	<b>93,630,228,397</b>	<b>97,836,247,642</b>	<b>93,630,228,397</b>
Commitments & Contingencies	741,893,083	718,603,067	741,893,083	718,603,067
<b>Net Assets per Share (LKR)</b>	<b>59.40</b>	<b>60.34</b>	<b>59.40</b>	<b>60.34</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

These figures are provisional and subject to audit.

Date : 27th October 2022

Sgd

R. S. Egodage  
Director/ Chief Executive Officer

**COMMERCIAL CREDIT & FINANCE PLC**
*Interim Financial Statements*
*For the Quarter Ended  
30<sup>th</sup> September 2022*
**STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME**

Company / Group	For the Three month period ended				For Six month period ended			
	30-Sep-22 (Unaudited) LKR	30-Sep-21 (Unaudited) LKR	Variance		30-Sep-22 (Unaudited) LKR	30-Sep-21 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	6,250,803,436	4,405,723,863	1,845,079,573	42%	10,893,858,455	8,448,477,213	2,445,381,242	29%
Interest Expense	(3,304,657,979)	(1,583,136,066)	(1,721,521,913)	-109%	(5,454,626,845)	(3,270,890,956)	(2,183,735,889)	-67%
<b>Net Interest Income</b>	<b>2,946,145,457</b>	<b>2,822,587,797</b>	<b>123,557,660</b>	<b>4%</b>	<b>5,439,231,610</b>	<b>5,177,586,257</b>	<b>261,645,353</b>	<b>5%</b>
Fee & Commission Income	726,286,484	249,030,084	477,256,400	192%	1,289,385,046	505,611,738	783,773,308	155%
Net Income from Real Estate	1,439,938	1,789,958	(350,020)	-20%	1,439,938	2,118,304	(678,366)	-32%
Net gain/(loss) from trading	(150,203,109)	6,995,521	(157,198,630)	-2247%	(79,645,421)	29,232,661	(108,878,082)	-372%
Other operating income	209,532,505	249,789,375	(40,256,870)	-16%	564,732,290	400,110,388	164,621,902	41%
<b>Total Operating Income</b>	<b>3,733,201,275</b>	<b>3,330,192,735</b>	<b>403,008,540</b>	<b>12%</b>	<b>7,215,143,463</b>	<b>6,114,659,348</b>	<b>1,100,484,115</b>	<b>18%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(866,302,646)	(362,182,360)	(504,120,286)	-139%	(1,457,134,570)	(1,005,462,759)	(451,671,811)	-45%
<b>Net Operating Income</b>	<b>2,866,898,629</b>	<b>2,968,010,375</b>	<b>(101,111,746)</b>	<b>-3%</b>	<b>5,758,008,893</b>	<b>5,109,196,588</b>	<b>648,812,304</b>	<b>13%</b>
<b>Operating Expenses</b>								
Personnel Costs	(892,789,699)	(697,857,199)	(194,932,500)	-28%	(1,782,785,196)	(1,301,410,184)	(481,375,012)	-37%
Depreciation	(162,616,942)	(178,949,622)	16,332,680	9%	(293,182,462)	(305,152,010)	11,969,548	4%
Other Operating Expenses	(579,107,676)	(625,134,454)	46,026,778	7%	(1,285,066,454)	(1,153,447,847)	(131,618,607)	-11%
<b>Profit before Value added tax on Financial Services</b>	<b>1,232,384,313</b>	<b>1,466,069,100</b>	<b>(233,684,787)</b>	<b>-16%</b>	<b>2,396,974,781</b>	<b>2,349,186,547</b>	<b>47,788,233</b>	<b>2%</b>
Value Added Tax on Financial Services	(295,445,335)	(287,469,462)	(7,975,873)	-3%	(583,392,124)	(471,590,625)	(111,801,499)	-24%
<b>Profit Before Income Tax</b>	<b>936,938,978</b>	<b>1,178,599,638</b>	<b>(241,660,660)</b>	<b>-21%</b>	<b>1,813,582,657</b>	<b>1,877,595,922</b>	<b>(64,013,266)</b>	<b>-3%</b>
Income Tax	(361,244,206)	(373,468,260)	12,224,054	3%	(665,026,015)	(555,906,265)	(109,119,750)	-20%
<b>Profit for the Period</b>	<b>575,694,773</b>	<b>805,131,378</b>	<b>(229,436,605)</b>	<b>-28%</b>	<b>1,148,556,643</b>	<b>1,321,689,657</b>	<b>(173,133,015)</b>	<b>-13%</b>
<b>Total Comprehensive Income for the period</b>	<b>575,694,773</b>	<b>805,131,378</b>	<b>(229,436,605)</b>	<b>-28%</b>	<b>1,148,556,643</b>	<b>1,321,689,657</b>	<b>(173,133,014)</b>	<b>-13%</b>
<b>Earning per Share (LKR) -Annualized</b>	<b>7.24</b>	<b>10.13</b>			<b>7.22</b>	<b>8.31</b>		

These figures are provisional and subject to audit.

## COMMERCIAL CREDIT &amp; FINANCE PLC

## STATEMENT OF CHANGES IN EQUITY

Company / Group	Stated Capital LKR	Revaluation Reserve LKR	General Reserve LKR	Retained Earnings LKR	Statutory Reserve Fund LKR	FVOCI Reserve LKR	Total LKR
<b>Balance as at 1 April 2021</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>9,048,914,434</b>	<b>3,789,541,729</b>	<b>(10,000,000)</b>	<b>15,396,355,604</b>
Net profit for the period	-	-	-	1,321,689,657	-	-	1,321,689,657
Dividend Paid	-	-	-	(477,111,549)	-	-	(477,111,549)
<b>Balance as at 30 September 2021</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>9,893,492,542</b>	<b>3,789,541,729</b>	<b>(10,000,000)</b>	<b>16,240,933,712</b>
<b>Balance as at 1 April 2022</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>12,619,872,455</b>	<b>4,015,557,373</b>	<b>(10,000,000)</b>	<b>19,193,329,270</b>
Net profit for the period	-	-	-	1,148,556,643	-	-	1,148,556,643
Transferred to Statutory Reserve	-	-	-	(57,427,832)	57,427,832	-	-
Provision for Surcharge Tax	-	-	-	(812,922,983)	-	-	(812,922,983)
Dividend Paid	-	-	-	(636,148,730)	-	-	(636,148,730)
<b>Balance as at 30 September 2022</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>12,261,929,553</b>	<b>4,072,985,205</b>	<b>(10,000,000)</b>	<b>18,892,814,199</b>

These figures are provisional and subject to audit.

**COMMERCIAL CREDIT & FINANCE PLC**
*Interim Financial Statements*
*For the Quarter Ended  
30<sup>th</sup> September 2022*
**STATEMENT OF CASH FLOW**
**For the Six month period ended**

	COMPANY		GROUP	
	30-Sep-22 Unaudited LKR	30-Sep-21 Unaudited LKR	30-Sep-22 Unaudited LKR	30-Sep-21 Unaudited LKR
<b>Cash Flows From / (Used in) Operating Activities</b>				
Profit before Income Tax Expense	1,813,582,657	1,877,595,922	1,813,582,657	1,877,595,922
<b>Adjustments for</b>				
Depreciation and amortisation	132,600,749	170,282,284	132,600,749	170,282,284
Impairment charge of loans and advances, lease, hire purchase	1,457,134,570	1,005,462,759	1,457,134,570	1,005,462,759
Amortisation of Right of use assets	160,581,713	134,869,726	160,581,713	134,869,726
Disposal gain on Investment property	(1,420,160)	(40,699,910)	(1,420,160)	(40,699,910)
Provision for defined benefit plans	48,000,000	48,000,000	48,000,000	48,000,000
<b>Operating profit before working capital changes</b>	<b>3,610,479,529</b>	<b>3,195,510,780</b>	<b>3,610,479,529</b>	<b>3,195,510,781</b>
(Increase)/Decrease in Inventories	(138,898,026)	6,312,541	(138,898,026)	6,312,541
(Increase)/Decrease in Loans and Advances	(1,745,694,380)	1,546,995,933	(1,745,694,380)	1,546,995,933
Decrease/(Increase) in Lease Rentals Receivable & Stock out on hire	(3,531,804,040)	(2,442,062,223)	(3,531,804,040)	(2,442,062,223)
(Increase)/Decrease in Right of use assets	(93,921,687)	(139,734,103)	(93,921,687)	(139,734,103)
Decrease/(Increase) in Other Financial Assets	(30,062,716)	(71,279,304)	(30,062,716)	(71,279,304)
(Increase)/Decrease in Other Assets	(92,521,717)	(55,007,315)	(98,910,366)	(55,007,315)
(Decrease)/Increase in Amounts Due to Customers	3,315,571,146	129,348,194	3,315,571,146	129,348,194
(Decrease)/Increase in Other Financial Liabilities	(368,077,082)	(478,392,426)	(368,077,082)	(478,392,426)
(Decrease)/Increase in Other Liabilities	(164,643,640)	95,389,799	(164,555,890)	95,389,799
<b>Cash generated from Operations</b>	<b>760,427,388</b>	<b>1,787,081,877</b>	<b>754,126,488</b>	<b>1,787,081,877</b>
Retirement Benefit obligation paid	(15,932,725)	(11,621,500)	(15,932,725)	(11,621,500)
Taxes paid	(1,565,721,920)	(672,064,156)	(1,565,721,920)	(672,064,156)
<b>Net cash flows from/(used in) Operating activities</b>	<b>(821,227,258)</b>	<b>1,103,396,221</b>	<b>(827,528,156)</b>	<b>1,103,396,221</b>
<b>Cash flows from / (used in) Investing activities</b>				
Acquisition of Investment Property	(344,877,977)	(351,590,911)	(344,877,977)	(351,590,911)
Disposal Proceeds from Investment Property	30,240,860	383,819,044	30,240,860	383,819,044
Acquisition of Property, plant and equipments	(642,011,016)	(139,494,606)	(642,011,016)	(139,494,606)
Investments in Debt & Other instruments	-	253,257,877	-	253,257,877
Acquisition of subsidiary	(15,000,000)	-	-	-
Acquisition of intangible assets	16,351,492	20,853,456	7,898,922	20,853,456
Net investment in placements with banks	1,050,335,658	439,229,889	1,050,335,658	439,229,889
Net investment in financial assets measured at fair value through profit or loss	(185,575,545)	183,683,062	(185,758,225)	183,683,062
<b>Net cash flows from/(used in) Investing activities</b>	<b>(90,536,528)</b>	<b>789,757,811</b>	<b>(84,171,778)</b>	<b>789,757,811</b>
<b>Cash flows from / (used in) Financing activities</b>				
Net cash flow from/(used in) Debt Instruments issued and Other borrowings	57,941,550	57,941,550	57,941,550	57,941,550
Proceeds from Loans obtained	7,457,978,371	4,660,000,000	7,457,978,371	4,660,000,000
Lease Payments	(82,155,073)	(68,882,455)	(82,155,073)	(68,882,455)
Repayment of Bank Loans	(6,274,408,620)	(6,616,748,114)	(6,274,408,620)	(6,616,748,114)
Dividend paid	(636,148,730)	(477,111,549)	(636,148,730)	(477,111,549)
<b>Net cash flows from/(used in) Financing activities</b>	<b>523,207,499</b>	<b>(2,444,800,568)</b>	<b>523,207,498</b>	<b>(2,444,800,568)</b>
<b>Net increase in Cash and Cash equivalents</b>	<b>(388,556,286)</b>	<b>(551,646,536)</b>	<b>(388,492,435)</b>	<b>(551,646,536)</b>
<b>Cash and Cash equivalents at the beginning of the period</b>	<b>3,196,072,206</b>	<b>4,657,201,936</b>	<b>3,196,072,206</b>	<b>4,657,201,936</b>
<b>Cash and Cash equivalents at the end of the period</b>	<b>2,807,515,921</b>	<b>4,105,555,401</b>	<b>2,807,579,771</b>	<b>4,105,555,401</b>
Cash in hand	2,125,250,129	3,518,654,032	2,125,313,981	3,518,654,032
Reverse repurchase agreements	240,000,000	58,273,629	240,000,000	58,273,629
Placements with Bank	1,368,685,263	753,128,729	1,368,685,263	753,128,729
Bank Overdrafts	(926,419,472)	(224,500,990)	(926,419,472)	(224,500,990)
<b>Total Cash and Cash Equivalents For the Purpose of Cash Flow Statement</b>	<b>2,807,515,921</b>	<b>4,105,555,401</b>	<b>2,807,579,771</b>	<b>4,105,555,401</b>

These figures are provisional and subject to audit.

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

COMPANY As at 30 September 2022	At Fair Value		At Amortised Cost	
	Fair value through profit or Loss	Fair value through Other Comprehensive Income	Financial assets measured at amortised cost	Total
	LKR	LKR	LKR	LKR
<b>Assets</b>				
Cash and Bank Balances	-	-	2,125,250,129	2,125,250,129
Reverse repurchase agreements	-	-	239,999,998	239,999,998
Placements with banks	-	-	1,424,216,854	1,424,216,854
Financial assets measured at fair value through profit or loss	5,273,090,219	-	-	5,273,090,219
Financial assets at amortised cost				
Loans and Receivables	-	-	20,736,014,140	20,736,014,140
Lease rentals receivable & Stock out on hire	-	-	57,077,683,758	57,077,683,758
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	492,001,348	492,001,348
<b>Total Financial Assets</b>	<b>5,273,090,219</b>	<b>2,554,019</b>	<b>82,095,166,227</b>	<b>87,370,810,466</b>
<b>As at 30 September 2022</b>				
<b>Liabilities</b>			<b>At Amortised Cost</b>	<b>Total</b>
			<b>Other Financial Liabilities</b>	<b>LKR</b>
Due to Banks			20,843,064,931	20,843,064,931
Due to Customers			51,393,558,869	51,393,558,869
Debt Instruments Issued and Other borrowed funds			1,353,786,236	1,353,786,236
Other Financial Liabilities			1,620,487,152	1,620,487,152
<b>Total Financial Liabilities</b>			<b>75,210,897,188</b>	<b>75,210,897,188</b>

COMPANY As at 31 March 2022	At Fair Value		At Amortised Cost	
	Fair value through profit or Loss	Fair value through Other Comprehensive Income	Financial assets measured at amortised cost	Total
	LKR	LKR	LKR	LKR
<b>Assets</b>				
Cash and Bank balances	-	-	2,632,255,116	2,632,255,116
Reverse repurchase agreements	-	-	354,147,585	354,147,585
Placement with Banks	-	-	1,811,884,152	1,811,884,152
Financial assets measured at fair value through profit or loss	5,087,514,674	-	-	5,087,514,674
Financial assets at amortised cost				
Loans and receivables	-	-	18,990,319,759	18,990,319,759
Lease rentals receivable & Stock out on hire	-	-	55,003,014,280	55,003,014,280
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	461,938,633	461,938,633
<b>Total Financial Assets</b>	<b>5,087,514,674</b>	<b>2,554,019</b>	<b>79,253,559,526</b>	<b>84,343,628,219</b>
<b>As at 31 March 2022</b>				
<b>Liabilities</b>			<b>At Amortised Cost</b>	<b>Total</b>
			<b>Other Financial Liabilities</b>	<b>LKR</b>
Due to Banks			19,229,423,107	19,229,423,107
Due to customers			48,077,987,723	48,077,987,723
Debt Instruments Issued and Other borrowed funds			1,295,844,686	1,295,844,686
Other financial liabilities			1,988,564,234	1,988,564,234
<b>Total Financial Liabilities</b>			<b>70,591,819,750</b>	<b>70,591,819,750</b>

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

GROUP	At Fair Value		At Amortised Cost	
	Fair value through profit or Loss	Fair value through Other Comprehensive Income	Financial assets measured at amortised cost	Total
As at 30 September 2022	LKR	LKR	LKR	LKR
<b>Assets</b>				
Cash and Bank Balances	-	-	2,125,313,981	2,125,313,981
Reverse repurchase agreements	-	-	239,999,998	239,999,998
Placements with banks	-	-	1,424,216,854	1,424,216,854
Financial assets measured at fair value through profit or loss	5,273,272,899	-	-	5,273,272,899
Financial assets at amortised cost				
Loans and Receivables	-	-	20,736,014,140	20,736,014,140
Lease rentals receivable & Stock out on hire	-	-	57,077,683,758	57,077,683,758
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	492,001,348	492,001,348
<b>Total Financial Assets</b>	<b>5,273,272,899</b>	<b>2,554,019</b>	<b>82,095,230,078</b>	<b>87,371,056,997</b>
<b>As at 30 September 2022</b>			<b>At Amortised Cost</b>	
<b>Liabilities</b>			<b>Other Financial Liabilities</b>	<b>Total</b>
			<b>LKR</b>	<b>LKR</b>
Due to Banks			20,843,064,931	20,843,064,931
Due to Customers			51,393,558,869	51,393,558,869
Debt Instruments Issued and Other borrowed funds			1,353,786,236	1,353,786,236
Other Financial Liabilities			1,620,487,152	1,620,487,152
<b>Total Financial Liabilities</b>			<b>75,210,897,188</b>	<b>75,210,897,188</b>

GROUP	At Fair Value		At Amortised Cost	
	Fair value through profit or Loss	Fair value through Other Comprehensive Income	Financial assets measured at amortised cost	Total
As at 31 March 2022	LKR	LKR	LKR	LKR
<b>Assets</b>				
Cash and Bank balances	-	-	2,632,255,116	2,632,255,116
Reverse repurchase agreements	-	-	354,147,585	354,147,585
Placement with Banks	-	-	1,811,884,152	1,811,884,152
Financial assets measured at fair value through profit or loss	5,087,514,674	-	-	5,087,514,674
Financial assets at amortised cost				
Loans and receivables	-	-	18,990,319,759	18,990,319,759
Lease rentals receivable & Stock out on hire	-	-	55,003,014,280	55,003,014,280
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	461,938,633	461,938,633
<b>Total Financial Assets</b>	<b>5,087,514,674</b>	<b>2,554,019</b>	<b>79,253,559,526</b>	<b>84,343,628,219</b>
<b>As at 31 March 2022</b>			<b>At Amortised Cost</b>	
<b>Liabilities</b>			<b>Other Financial Liabilities</b>	<b>Total</b>
			<b>LKR</b>	<b>LKR</b>
Due to Banks			19,229,423,107	19,229,423,107
Due to customers			48,077,987,723	48,077,987,723
Debt Instruments Issued and Other borrowed funds			1,295,844,686	1,295,844,686
Other financial liabilities			1,988,564,234	1,988,564,234
<b>Total Financial Liabilities</b>			<b>70,591,819,750</b>	<b>70,591,819,750</b>

## COMMERCIAL CREDIT &amp; FINANCE PLC

## FAIR VALUE HIERARCHY

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy.

## COMPANY

As at 30 September 2022	Level 1	Level 2	Level 3	Total
Financial Assets	LKR	LKR	LKR	LKR
<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	5,263,045,336	-	-	5,263,045,336
Quoted equity investments	10,044,883	-	-	10,044,883
Investments in Unit Trusts	-	-	-	-
<b>Financial assets - fire value through other comprehensive income</b>				
Unquoted equity investments	-	-	2,554,019	2,554,019
<b>Total Financial Assets</b>	<u>5,273,090,219</u>	<u>-</u>	<u>2,554,019</u>	<u>5,275,644,238</u>
<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	3,117,857,242	3,117,857,242
Building & Building integrals	-	-	2,057,165,485	2,057,165,485
Investment property	-	-	1,419,982,185	1,419,982,185
	<u>-</u>	<u>-</u>	<u>6,595,004,912</u>	<u>6,595,004,912</u>

## As at 31 March 2022

As at 31 March 2022	Level 1	Level 2	Level 3	Total
Financial Assets	LKR	LKR	LKR	LKR
<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	5,064,096,026	-	-	5,064,096,026
Quoted equity investments	23,418,648	-	-	23,418,648
Investments in Unit Trusts	-	-	-	-
<b>Financial assets - fire value through other comprehensive income</b>				
Unquoted equity investments	-	-	2,554,019	2,554,019
<b>Total Financial Assets</b>	<u>5,087,514,674</u>	<u>-</u>	<u>2,554,019</u>	<u>5,090,068,693</u>
<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	2,727,896,485	2,727,896,485
Building & Building integrals	-	-	1,501,607,756	1,501,607,756
Investment property	-	-	1,493,885,665	1,493,885,665
	<u>-</u>	<u>-</u>	<u>5,723,389,906</u>	<u>5,723,389,906</u>



## COMMERCIAL CREDIT &amp; FINANCE PLC

## FAIR VALUE HIERARCHY

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy.

## GROUP

As at 30 September 2022	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
<b>Financial Assets</b>				
<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	5,263,228,016	-	-	5,263,228,016
Quoted equity investments	10,044,883	-	-	10,044,883
Investments in Unit Trusts	-	-	-	-
<b>Financial assets -fire value through other comprehensive income</b>				
Unquoted equity investments	-	-	2,554,019	2,554,019
<b>Total Financial Assets</b>	<u>5,273,272,899</u>	<u>-</u>	<u>2,554,019</u>	<u>5,275,826,918</u>
<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	3,117,857,242	3,117,857,242
Building & Building integrals	-	-	2,057,165,485	2,057,165,485
Investment property	-	-	1,419,982,185	1,419,982,185
	<u>-</u>	<u>-</u>	<u>6,595,004,912</u>	<u>6,595,004,912</u>

## As at 31 March 2022

As at 31 March 2022	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
<b>Financial Assets</b>				
<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	5,064,096,026	-	-	5,064,096,026
Quoted equity investments	23,418,648	-	-	23,418,648
Investments in Unit Trusts	-	-	-	-
<b>Financial assets -fire value through other comprehensive income</b>				
Unquoted equity investments	-	-	2,554,019	2,554,019
<b>Total Financial Assets</b>	<u>5,087,514,674</u>	<u>-</u>	<u>2,554,019</u>	<u>5,090,068,693</u>
<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	2,727,896,485	2,727,896,485
Building & Building integrals	-	-	1,501,607,756	1,501,607,756
Investment property	-	-	1,493,885,665	1,493,885,665
	<u>-</u>	<u>-</u>	<u>5,723,389,906</u>	<u>5,723,389,906</u>

## COMMERCIAL CREDIT &amp; FINANCE PLC

## FINANCIAL REPORTING BY SEGMENT

For Six month period ended 30 September 2022 Company	Finance Lease	Hire Purchase	Micro Finance & SME	Gold Loan	Term Loan	Revolving Loans	Investments	Unallocated	Total
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	3,235,691,054	4,399,680,149	461,162,464	1,502,227,175	306,256,406	50,140,488	723,321,030	215,379,688	10,893,858,455
Fee Based Income & others	527,480,885	717,233,858	75,178,495	244,892,391	49,925,780	8,173,880	117,915,465	35,111,099	1,775,911,853
Unallocated Revenue	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>3,763,171,939</b>	<b>5,116,914,007</b>	<b>536,340,959</b>	<b>1,747,119,566</b>	<b>356,182,186</b>	<b>58,314,368</b>	<b>841,236,495</b>	<b>250,490,787</b>	<b>12,669,770,308</b>
Segmental Result	711,948,837	968,061,262	101,469,539	330,534,922	67,385,572	11,032,407	159,152,267	47,389,975	2,396,974,781
VAT on Financial services	-	-	-	-	-	-	-	-	(583,392,124)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,813,582,657</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,813,582,657</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(665,026,015)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,148,556,643</b>
Segment Asset	32,110,260,993	24,967,422,764	2,203,326,428	12,521,315,157	1,823,777,194	174,328,088	11,520,606,611	12,515,122,657	97,836,159,892
<b>Total Asset</b>									<b>97,836,159,892</b>
Segment Liabilities	25,909,555,697	20,146,047,111	1,777,849,417	10,103,365,791	1,471,593,669	140,664,173	9,295,900,731	10,098,369,104	78,943,345,693
<b>Total Liabilities</b>									<b>78,943,345,693</b>

For Six month period ended 30 September 2021	Finance Lease	Hire Purchase	Micro Finance & SME	Gold Loan	Term Loan	Revolving Loans	Investments	Unallocated	Total
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	4,355,234,886	2,203,135,251	214,323,758	933,820,006	227,351,314	36,025,503	264,152,468	214,434,028	8,448,477,213
Fee Based Income & others	483,066,156	244,363,417	23,771,979	103,575,778	25,216,947	3,995,812	29,298,791	23,784,210	937,073,091
Unallocated Revenue	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>4,838,301,042</b>	<b>2,447,498,668</b>	<b>238,095,737</b>	<b>1,037,395,784</b>	<b>252,568,261</b>	<b>40,021,315</b>	<b>293,451,259</b>	<b>238,218,239</b>	<b>9,385,550,304</b>
Segmental Result	1,211,018,145	612,604,563	59,594,939	259,658,319	63,217,387	10,017,264	73,450,328	59,625,601	2,349,186,547
VAT on Financial services	-	-	-	-	-	-	-	-	(471,590,625)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,877,595,922</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,877,595,922</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(555,906,265)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,321,689,657</b>
Segment Asset	37,451,604,484	13,951,126,130	2,066,427,291	9,377,636,358	779,758,781	174,804,067	15,069,863,918	10,979,758,925	89,850,979,954
<b>Total Asset</b>									<b>89,850,979,954</b>
Segment Liabilities	30,682,073,132	11,429,402,774	1,692,912,069	7,682,590,066	638,814,179	143,207,514	12,345,924,112	8,995,122,397	73,610,046,243
<b>Total Liabilities</b>									<b>73,610,046,243</b>

These figures are provisional and subject to audit.

## COMMERCIAL CREDIT &amp; FINANCE PLC

## FINANCIAL REPORTING BY SEGMENT

For Six month period ended 30 September 2022 Group	Finance Lease	Hire Purchase	Micro Finance & SME	Gold Loan	Term Loan	Revolving Loans	Investments	Unallocated	Total
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	3,235,691,054	4,399,680,149	461,162,464	1,502,227,175	306,256,406	50,140,488	723,321,030	215,379,688	10,893,858,455
Fee Based Income & others	527,480,885	717,233,858	75,178,495	244,892,391	49,925,780	8,173,880	117,915,465	35,111,099	1,775,911,853
Unallocated Revenue	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>3,763,171,939</b>	<b>5,116,914,007</b>	<b>536,340,959</b>	<b>1,747,119,566</b>	<b>356,182,186</b>	<b>58,314,368</b>	<b>841,236,495</b>	<b>250,490,787</b>	<b>12,669,770,308</b>
Segmental Result	711,948,837	968,061,262	101,469,539	330,534,922	67,385,572	11,032,407	159,152,267	47,389,975	2,396,974,781
VAT on Financial services	-	-	-	-	-	-	-	-	(583,392,124)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,813,582,657</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,813,582,657</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(665,026,015)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,148,556,643</b>
Segment Asset	32,110,260,993	24,967,422,764	2,203,326,428	12,521,315,157	1,823,777,194	174,328,088	11,505,853,142	12,529,963,878	97,836,247,644
<b>Total Asset</b>									<b>97,836,247,644</b>
Segment Liabilities	25,909,561,258	20,146,051,435	1,777,849,799	10,103,367,959	1,471,593,985	140,664,203	9,283,998,248	10,110,346,557	78,943,433,443
<b>Total Liabilities</b>									<b>78,943,433,443</b>

For Six month period ended 30 September 2021	Finance Lease	Hire Purchase	Micro Finance & SME	Gold Loan	Term Loan	Revolving Loans	Investments	Unallocated	Total
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	4,355,234,886	2,203,135,251	214,323,758	933,820,006	227,351,314	36,025,503	264,152,468	214,434,028	8,448,477,213
Fee Based Income & others	483,066,156	244,363,417	23,771,979	103,575,778	25,216,947	3,995,812	29,298,791	23,784,210	937,073,091
Unallocated Revenue	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>4,838,301,042</b>	<b>2,447,498,668</b>	<b>238,095,737</b>	<b>1,037,395,784</b>	<b>252,568,261</b>	<b>40,021,315</b>	<b>293,451,259</b>	<b>238,218,239</b>	<b>9,385,550,304</b>
Segmental Result	1,211,018,145	612,604,563	59,594,939	259,658,319	63,217,387	10,017,264	73,450,328	59,625,601	2,349,186,547
VAT on Financial services	-	-	-	-	-	-	-	-	(471,590,625)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,877,595,922</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,877,595,922</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(555,906,265)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,321,689,657</b>
Segment Asset	37,451,604,484	13,951,126,130	2,066,427,291	9,377,636,358	779,758,781	174,804,067	15,069,863,918	10,979,758,925	89,850,979,954
<b>Total Asset</b>									<b>89,850,979,954</b>
Segment Liabilities	30,682,073,132	11,429,402,774	1,692,912,069	7,682,590,066	638,814,179	143,207,514	12,345,924,112	8,995,122,397	73,610,046,243
<b>Total Liabilities</b>									<b>73,610,046,243</b>

These figures are provisional and subject to audit.

**COMMERCIAL CREDIT & FINANCE PLC****NOTES TO THE INTERIM FINANCIAL STATEMENTS**

- The interim financial statements of the company have been prepared in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS).
- The Monetary Board of the Central Bank of Sri Lanka, at its meeting held on 05 October 2022, decided to maintain the Standing Deposit Facility Rate (SDFR) and the Standing Lending Facility Rate (SLFR) of the Central Bank at their current levels of 14.50 per cent and 15.50 per cent, respectively. Low Foreign reserves and restrictions on imports of goods continues, from early April 2022.

The management continues to monitor the potential impact of the above changes to the continuity of the business and accordingly, macroeconomic variables are evaluated in making assumptions and judgements when preparing financial statements.

- The Company has used the same accounting policies and method of computing described in the Audited Financial statements of the company for 2021/22 in the preparation of these interim financial statements.
- 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.
- Company has acquired 100% stake in AMW Insurance Brokers (Pvt) Ltd on 31st August 2022 for Rs.15 Mn and company is in the process of evaluating the Goodwill created on acquisition.

**6 Events After the reporting Date**

a) Social Security Contribution Levy (SSCL) is imposed with effect from October 01, 2022, at the rate of 2.5% by the Social Security Contribution Levy Act, No.25 of 2022 (SSCL Act). The company is liable to pay the above levy based on Value addition attributable to financial services.

b) A Bill to amend the Inland Revenue Act, No.24 of 2017 (IRA) has been gazetted and issued on 11.10.2022. The changes proposed in the Bill to amend the IRA will be effective once the Bill is passed in Parliament.

The following changes are proposed on the rate of tax applicable on the taxable income of the company.

Period	Tax Rate
Y/A 2022/23 - 1st six months (i.e 1/4/2022 - 30/09/2022)	24% (no change)
Y/A 2022/23 - 2nd six months (i.e 1/10/2022 - 31/03/2023)	30%

There are no events other than above events subsequent to the reporting date, which require adjustments to or disclosures in the interim financial statements.

**7 Stated Capital is represented by number of shares in issue as follows;**

	30-Sep-2022	30-Sep-2021
Issued and fully paid Ordinary Shares (Quoted)	318,074,365	318,074,365

**8 Market value of Shares**

	30-Sep-2022	30-Sep-2021
	LKR	LKR
Highest traded price	34.70	29.60
Lowest traded price	17.00	22.00
Last traded price	31.10	24.00

## 9 Information on Listed Debentures

	30-Sep-2022	30-Sep-2021
	COCR-BD-04/03/26-C2471-9	
Highest Traded Price	Not Traded	Not Traded
Lowest Traded Price	Not Traded	Not Traded
Last Traded Price	Not Traded	Not Traded
Interest Yield as at date of last trade	Not Traded	Not Traded
Coupon Rate	9.00% p.a	9.00% p.a
Current Yield & Yield to Maturity	9.00%	9.00%
Debt Equity Ratio	3.98	4.39
Quick Asset Ratio	0.19	0.36
Interest Cover Ratio	1.28	1.74
Interest Rates of Comparable	21.18%	7.31%

## 10 Major twenty shareholders as at 30 September 2022

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	CREATION INVESTMENTS SRI LANKA,LLC	27,563,514	8.67%
4	LANKA ORIX FINANCE PLC/B.G.INVESTMENTS (PVT) LTD	26,700,000	8.39%
5	PEOPLES LEASING & FINANCE PLC /MS.S.N.EGODAGE	5,093,438	1.60%
6	DR. E.FERNANDO	5,000,000	1.57%
7	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.1	4,014,843	1.26%
8	MRS. H.H.J.HEWAGE	1,946,124	0.61%
9	MR. S.M.HEMACHANDRA	1,756,070	0.55%
10	MR. T.K.HEMACHANDRA	1,555,689	0.49%
11	MRS. H.N.HEMACHANDRA	1,462,000	0.46%
12	MISS. S.N.EGODAGE	1,172,600	0.37%
13	MR. N.Y.HEMACHANDRA	1,055,585	0.33%
14	MR. S.B.HEMACHANDRA	992,815	0.31%
15	MR. D.T.SEMAGE	726,169	0.23%
16	PEOPLES LEASING & FINANCE PLC/BG INVESTMENTS (PVT) LIMITED	602,079	0.19%
17	DFCC BANK PLC/P.S.R.CASIE CHITTY	429,808	0.14%
18	MR. P.L.S.ARIYANANDA	203,300	0.06%
19	HATTON NATIONAL BANK PLC/JUDE NISHANTHA WEERAKOON	192,602	0.06%
20	MR D.K.GUNARATNE	180,132	0.06%

## Public Shareholding

Percentage	10.32%
Number	2,573

## 11 Directors' shareholding as at 30 September 2022

Name of the Shareholder	No. of Shares	% of Shareholding
Mr. R.S. Egodage	Nil	-
Mr. P.S.R.C. Chitty	429,808	0.135
Ms. G.R. Egodage	Nil	-
Mr. D. Soosaipillai	Nil	-
Mr. K. Vander Weele	Nil	-
Mr. Lasantha Wickremasinghe	Nil	-
Ms.T.M.L.Paktsun	Nil	-
Ms. G.A.M. Edwards	Nil	-
Dr. R. Sarawanamuttu	Nil	-
Mr. G.B. Egodage	Nil	-
Mr. Douglas Malfar	Nil	-

## 12 The Float adjusted Market Capitalisation as at 30 September 2022 - LKR.1,020,866,036/-

The Float adjusted market capitalization of the Company falls under Option 2 of Rule 7.14.1 (i) 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

Interim Financial Statements

For the Quarter Ended  
30<sup>th</sup> September 2022

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 4 October 1982 and converted to a Public Company on 16 December 1989 and re-registered under the Companies Act No.07 of 2007 on 8 April 2008.A Registered Finance Company under the Finance Companies Act No. 78 of 1988 and re-registered under the Finance Business Act No. 42 of 2011. A Registered Finance Leasing establishment under the Finance Leasing Act No.56 of 2000 (as amended).The Shares of the Company were listed on Dirisavi Board of the Colombo Stock Exchange on 1 June 2011. The Stock Exchange code for the Company share is "COCR".
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 City Office	No. 165, Kynsey Road, Colombo 08
7 Telephone	081 2 000 000 011 2 000 000
8 Fax	081 2234977 / 011 2327882
9 E-mail	ccl@cclk.lk
10 Website	www.cclk.lk
11 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 Ms. G.R. Egodage (Executive Director) Mr. K.D. Vander Weele (Non-Independent Non-Executive Director) Mr. P.S.R.C. Chitty (Executive Director) - Chief Operating Officer Mr. L.L.S. Wickremasinghe (Independent Non-Executive Director) Ms.T.M.L.Paktsun (Independent Non-Executive Director) Ms. G.A.M. Edwards (Independent Non-Executive Director) Dr. R. Sarawanamuttu (Independent Non-Executive Director) Mr. G.B. Egodage (Non-Independent Non-Executive Director) Mr. Douglas Malfar (Non-Independent Non-Executive Director)
12 Company Secretary	Corporate Services (Private) Limited No. 216, De Saram Place, Colombo 10
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 National Development Bank PLC Seylan Bank PLC People's Bank Bank of Ceylon Cargills Bank Limited DFCC Bank PLC Pan Asia Banking Corporation PLC