

KEY FINANCIAL DATA FOR THE YEAR ENDED 31 MARCH (AUDITED)

In Rupees Million	Current Period		Previous Period	
	01/04/2021 To 31/03/2022	01/04/2020 To 31/03/2021		
Interest Income	504.11	456.26		
Interest Expenses	(96.55)	(108.20)		
Net Interest Income	407.56	348.06		
Other Income	37.45	5.12		
Operating Expenses (excluding impairment)	(226.78)	(208.06)		
Impairment	61.70	(22.89)		
Profit/(Loss) before tax	279.93	122.23		
Tax	(182.35)	(97.23)		
Profit/(Loss) After Tax	97.58	25.00		
Other comprehensive income/ (expenses)	0.01	(0.57)		
Total comprehensive income	97.59	24.43		

KEY FINANCIAL DATA AS AT 31 MARCH (AUDITED)

In Rupees Million	As At 31.03.2022		As At 31.03.2021	
Assets				
Cash and Bank Balance	113.15	155.39		
Government Securities	116.28	63.11		
Due from Related Parties	-	-		
Loans (excluding due from related parties)	3,026.96	2,305.85		
Investment in Equity	19.82	0.32		
Investment Properties and Real Estate	-	0.00		
Property, Plant and Equipment	123.23	81.21		
Other Assets	957.22	1,067.00		
Total Assets	4,356.67	3,672.88		
Liabilities				
Due to Banks	586.37	518.41		
Deposits from Customers	962.64	831.58		
Other Liabilities	126.77	215.94		
Total Liabilities	1,675.78	1,565.94		
Equity				
Stated Capital	2,539.13	2,039.13		
Reserves	45.95	41.07		
Retained Earnings	95.81	26.73		
Total Equity	2,680.89	2,106.94		
Total Equity and Liabilities	4,356.67	3,672.88		
Net Assets Value Per Share	3.39	3.17		

SELECTED KEY PERFORMANCE INDICATORS AS AT 31ST MARCH 2022

Item	As at 31.03.2022		As at 31.03.2021	
	Actual	Required	Actual	Required
Regulatory Capital Adequacy (%)				
Tier 1 Capital Adequacy Ratio	54.04%	7.00%	56.45%	7.00%
Total Capital Adequacy Ratio	54.04%	11.00%	56.45%	11.00%
Capital Funds to Deposit Liabilities Ratio	278.49%	10.00%	248.07%	10.00%
Quality of Loan Portfolio (%)				
Gross Non - Performing Loans Ratio	13.20%		13.93%	
Net-Non-Performing Loans Ratio	3.82%		0.35%	
Net-Non-Performing Loans to Core Capital Ratio	3.08%		0.46%	
Provision Coverage Ratio	51.43%		76.37%	
Profitability (%)				
Net Interest Margin	10.15%		10.27%	
Return on Assets (before Tax)	5.47%		2.96%	
Return on Equity (after Tax)	3.64%		1.19%	
Cost to Income Ratio	50.96%		58.91%	
Liquidity (%)				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	220.68%		258.30%	
Liquid Assets to External Funds	24.01%		33.05%	
Memorandum information				
Number of Branches	12		8	
External Credit Rating	SL[B] + Stable (ICRA)		SL[B] Stable (ICRA)	

The company does not have any regulatory penalties or regulatory restrictions on deposits, borrowing and lending during the period ended 31st March 2022 and 2021

CERTIFICATION:
These Financial Statements have been prepared in compliance with the requirement of the companies Act.No 07 of 2007

Sgd.
Kelum Wannige
Head of Finance
16/06/2022

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. Approved and signed for and on behalf of the Board

Sgd.
K.G.Leelananda
Chief Executive Officer / Director
16/06/2022

Sgd.
Emeritus Professor W.M.Abeyrathna
Chairman
16/06/2022

THE AUDITORS
Ernst & Young (Sri Lanka) Private Limited
150, Main Road, Colombo 15, Sri Lanka

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF LANKA CREDIT AND BUSINESS FINANCE PLC

Report on the Audit of the Financial Statements

We have audited the accompanying Financial Statements of Lanka Credit and Business Finance PLC, the Company, which comprise the Statement of Financial Position, Statement of Profit or Loss, Statement of Cash Flows and Statement of Financial Position as at the end of 2022, the Statement of Financial Position as at the end of 2021, the Statement of Profit or Loss and Statement of Cash Flows for the years ended on 31 March 2022, and of the financial performance of the Company for the period from 01 April 2021 to 31 March 2022, and of the financial performance of the Company for the period from 01 April 2020 to 31 March 2021.

In our opinion, the accompanying Financial Statements for the year ended on 31 March 2022, and of the financial performance of the Company for the period from 01 April 2021 to 31 March 2022, and of the financial performance of the Company for the period from 01 April 2020 to 31 March 2021, as set out in the accompanying Financial Statements, are true and fair in all material aspects and comply with the Sri Lanka Accounting Standards.

THE COMPANY
Lanka Credit and Business Finance PLC
150, Main Road, Colombo 15, Sri Lanka

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