

INTERIM FINANCIAL STATEMENTS

**FOR THE QUARTER ENDED
30th June 2023**

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COMMERCIAL CREDIT & FINANCE PLC

STATEMENT OF FINANCIAL POSITION

	COMPANY		GROUP	
	As at 30-Jun-23 (Unaudited) LKR	As at 31-Mar-23 (Audited) LKR	As at 30-Jun-23 (Unaudited) LKR	As at 31-Mar-23 (Audited) LKR
Assets				
Cash and Bank Balances	2,076,950,072	2,437,142,080	2,139,796,263	2,455,286,849
Reverse Repurchase Agreements	730,522,355	860,000,000	730,522,355	860,000,000
Placements with Banks	3,655,525,848	2,666,945,165	3,655,525,848	2,666,945,165
Financial assets measured at fair value through profit or loss	8,900,058,659	8,437,229,910	8,900,290,522	8,437,448,650
Financial assets at amortised cost				
Loans and Receivables	19,723,010,951	21,028,377,642	19,723,010,951	21,028,377,642
Lease Rentals Receivable & Stock out on Hire	55,124,449,606	55,142,285,509	55,124,449,606	55,142,285,509
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	226,781,692	170,759,082	215,275,909	203,189,138
Inventories	190,493,014	215,979,349	190,493,014	215,979,349
Other Assets	994,030,024	714,279,365	997,312,774	717,157,183
Investment in Subsidiaries	15,000,000	15,000,000	-	-
Investment in Associates	342,306,353	342,306,353	342,306,353	342,306,353
Investment Property	1,220,344,185	1,220,344,185	1,220,344,185	1,220,344,185
Property, Plant and Equipment	6,886,137,566	6,460,091,383	6,886,648,504	6,460,091,383
Right of use assets	362,078,603	383,532,475	362,078,603	383,532,475
Intangible Assets & Goodwill	877,837,352	894,398,277	877,837,352	894,398,277
Deferred tax asset	510,166,117	1,163,215,632	510,166,117	1,163,215,632
Total Assets	101,838,246,416	102,154,440,425	101,878,612,374	102,193,111,808
Liabilities				
Due to Banks	16,217,850,502	16,259,699,210	16,217,850,502	16,259,699,210
Due to Customers	59,257,073,065	59,243,650,511	59,257,073,065	59,243,650,511
Debt instruments issued	1,324,815,461	1,295,844,686	1,324,815,461	1,295,844,686
Other Financial Liabilities	1,191,568,931	984,158,637	1,191,568,931	996,498,438
Other Liabilities	1,909,125,861	2,365,992,817	1,915,430,585	2,365,992,817
Post Employment Benefit Obligations	373,187,487	365,950,612	373,187,487	365,950,612
Current Tax Liabilities	804,529,146	1,280,129,104	814,218,624	1,289,818,582
Total Liabilities	81,078,150,453	81,795,425,578	81,094,144,656	81,817,454,858
Shareholders' Funds				
Stated Capital	2,150,640,315	2,150,640,315	2,150,640,315	2,150,640,315
Retained Earnings	14,036,603,666	13,655,576,606	14,059,756,832	13,671,386,604
Reserves	4,572,851,982	4,552,797,926	4,574,070,570	4,553,630,031
Total Shareholders' Funds	20,760,095,963	20,359,014,847	20,784,467,717	20,375,656,950
Total Liabilities & Shareholders' Funds	101,838,246,416	102,154,440,425	101,878,612,374	102,193,111,808
Commitments & Contingencies	436,076,468	481,783,866	436,076,468	481,783,866
Net Assets per Share (LKR)	65.27	64.01	65.34	64.06

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.
G. B. Egodage
Chairman

Sgd.
R. S. Egodage
Director/ Chief Executive Officer

These figures are provisional and subject to audit.

Date : 31st July 2023

COMMERCIAL CREDIT & FINANCE PLC**STATMENET OF PROFIT OR LOSS**

Company	For the Three month period ended			
	30-Jun-23 (Unaudited) LKR	30-Jun-22 (Unaudited) LKR	Variance	
			LKR	%
Income				
Interest Income	5,639,612,196	4,643,055,019	996,557,177	21%
Interest Expense	(4,052,872,464)	(2,149,968,866)	(1,902,903,599)	-89%
Net Interest Income	1,586,739,731	2,493,086,153	(906,346,422)	-36%
Fee & Commission Income	581,138,797	563,098,562	18,040,235	3%
Net gain /(loss) from Trading	46,652,665	70,557,688	(23,905,023)	-34%
Other Operating Income	151,623,807	355,199,785	(203,575,978)	-57%
Total Operating Income	2,366,155,000	3,481,942,188	(1,115,787,188)	-32%
Impairment Charges of Loans and Advances, Lease and Financial Assets	(87,572,655)	(590,831,924)	503,259,269	85%
Net Operating Income	2,278,582,345	2,891,110,264	(612,527,919)	-21%
Operating Expenses				
Personnel Costs	(859,726,709)	(889,995,497)	30,268,788	3%
Depreciation	(6,318,033)	(130,565,520)	124,247,487	95%
Other Operating Expenses	(620,188,509)	(705,958,778)	85,770,269	12%
Profit before Social Security Contribution Levy / Value Added Tax on financial services	792,349,094	1,164,590,468	(372,241,375)	-32%
Social Security Contribution Levy	(24,259,329)	-	(24,259,329)	-100%
Value Added Tax on Financial Services	(181,167,172)	(287,946,789)	106,779,617	37%
Profit Before Income Tax	586,922,593	876,643,679	(289,721,087)	-33%
Income Tax	(185,841,478)	(303,781,809)	117,940,331	39%
Profit for the Period	401,081,114	572,861,870	(171,780,756)	-30%
Total Comprehensive Income for the period	401,081,114	572,861,870	(171,780,756)	-30%
Earning per Share (LKR) -Annualized	5.04	7.20		

These figures are provisional and subject to audit.

COMMERCIAL CREDIT & FINANCE PLC

STATEMENT OF PROFIT OR LOSS

Group	For the Three month period ended			
	30-Jun-23 (Unaudited) LKR	30-Jun-22 (Unaudited) LKR	Variance	
			LKR	%
Income				
Interest Income	5,639,628,787	4,643,055,019	996,573,768	21%
Interest Expense	(4,052,872,464)	(2,149,968,866)	(1,902,903,599)	-89%
Net Interest Income	1,586,756,323	2,493,086,153	(906,329,830)	-36%
Fee & Commission Income	592,062,930	563,098,562	28,964,367	5%
Net gain /(loss) from Trading	46,652,665	70,557,688	(23,905,023)	-34%
Other Operating Income	151,623,807	355,199,785	(203,575,978)	-57%
Total Operating Income	2,377,095,725	3,481,942,188	(1,104,846,463)	-32%
Impairment Charges of Loans and Advances, Lease and Financial Assets	(87,572,655)	(590,831,924)	503,259,269	85%
Net Operating Income	2,289,523,069	2,891,110,264	(601,587,194)	-21%
Operating Expenses				
Personnel Costs	(862,791,209)	(889,995,497)	27,204,288	3%
Depreciation	(6,352,095)	(130,565,520)	124,213,424	95%
Other Operating Expenses	(620,301,019)	(705,958,778)	85,657,759	12%
Profit before Social Security Contribution Levy / Value Added Tax on financial services	800,078,746	1,164,590,468	(364,511,723)	-31%
Social Security Contribution Levy	(24,259,329)	-	(24,259,329)	-100%
Value Added Tax on Financial Services	(181,167,172)	(287,946,789)	106,779,617	37%
Profit Before Income Tax	594,652,245	876,643,679	(281,991,435)	-32%
Income Tax	(185,841,478)	(303,781,809)	117,940,331	39%
Profit for the Period	408,810,766	572,861,870	(164,051,104)	-29%
Total Comprehensive Income for the period	408,810,766	572,861,870	(164,051,104)	-29%
Earning per Share (LKR) -Annualized	5.14	7.20		

These figures are provisional and subject to audit.

COMMERCIAL CREDIT & FINANCE PLC

STATEMENT OF CHANGES IN EQUITY

Company	Stated Capital LKR	Revaluation Reserve LKR	General Reserve LKR	Retained Earnings LKR	Statutory Reserve Fund LKR	FVOCI Reserve LKR	Total LKR
Balance as at 1 April 2022	2,150,640,315	358,508,001	58,751,125	12,619,872,455	4,015,557,373	(10,000,000)	19,193,329,270
Net profit for the period	-	-	-	572,861,870	-	-	572,861,870
Transferred to Statutory Reserve	-	-	-	(28,643,094)	28,643,094	-	-
Provision for Surcharge Tax	-	-	-	(812,922,983)	-	-	(812,922,983)
Balance as at 30 June 2022	2,150,640,315	358,508,001	58,751,125	12,351,168,249	4,044,200,467	(10,000,000)	18,953,268,157
Balance as at 1 April 2023	2,150,640,315	358,508,001	58,751,125	13,655,576,607	4,145,538,800	(10,000,000)	20,359,014,848
Net profit for the period	-	-	-	401,081,114	-	-	401,081,114
Transferred to Statutory Reserve	-	-	-	(20,054,056)	20,054,056	-	-
Balance as at 30 June 2023	2,150,640,315	358,508,001	58,751,125	14,036,603,666	4,165,592,856	(10,000,000)	20,760,095,963

Group	Stated Capital LKR	Revaluation Reserve LKR	General Reserve LKR	Retained Earnings LKR	Statutory Reserve Fund LKR	FVOCI Reserve LKR	Total LKR
Balance as at 1 April 2022	2,150,640,315	358,508,001	58,751,125	12,619,872,455	4,015,557,373	(10,000,000)	19,193,329,270
Net profit for the period	-	-	-	572,861,870	-	-	572,861,870
Transferred to Statutory Reserve	-	-	-	(28,643,094)	28,643,094	-	-
Provision for Surcharge Tax	-	-	-	(812,922,983)	-	-	(812,922,983)
Balance as at 30 June 2022	2,150,640,315	358,508,001	58,751,125	12,351,168,249	4,044,200,467	(10,000,000)	18,953,268,157
Balance as at 1 April 2023	2,150,640,315	358,508,001	58,751,125	13,671,386,604	4,146,370,905	(10,000,000)	20,375,656,950
Net profit for the period	-	-	-	408,810,766	-	-	408,810,766
Transferred to Statutory Reserve	-	-	-	(20,440,538)	20,440,538	-	-
Balance as at 30 June 2023	2,150,640,315	358,508,001	58,751,125	14,059,756,832	4,166,811,444	(10,000,000)	20,784,467,717

These figures are provisional and subject to audit.

COMMERCIAL CREDIT & FINANCE PLC

 INTERIM FINANCIAL
STATEMENTS

 For The Quarter Ended
30 June 2023

STATEMENT OF CASH FLOW

For the Three month period ended	COMPANY		GROUP	
	30-Jun-23	30-Jun-22	30-Jun-23	30-Jun-22
	Unaudited LKR	Unaudited LKR	Unaudited LKR	Unaudited LKR
Cash Flows From / (Used in) Operating Activities				
Profit before Income Tax Expense	586,922,593	876,643,679	594,652,245	876,643,679
Adjustments for				
Depreciation and amortisation	4,000,000	71,136,854	4,034,063	71,136,854
Impairment charge of loans and advances, lease,hire purchase	87,572,655	590,831,924	87,572,655	590,831,924
Amortisation of Right of use assets	2,318,033	59,428,666	2,318,033	59,428,666
Disposal (gain)/ loss on Investment property	-	(1,467,160)	-	(1,467,160)
Provision for defined benefit plans	24,000,000	24,000,000	24,000,000	24,000,000
Operating profit before working capital changes	704,813,281	1,620,573,963	712,576,996	1,620,573,963
(Increase)/Decrease in Inventories	25,486,335	(39,316,357)	25,486,335	(39,316,357)
(Increase)/Decrease in Loans and Advances	1,305,366,691	(1,493,955,600)	1,305,366,691	(1,493,955,600)
Decrease/(Increase) in Lease Rentals Receivable & Stock out on hire	(69,736,744)	(57,809,441)	(69,736,744)	(57,809,441)
(Increase)/Decrease in Right of use assets	19,135,839	(33,177,248)	19,135,839	(33,177,248)
Decrease/(Increase) in Other Financial Assets	(56,022,611)	3,264,523	(12,086,771)	3,264,523
(Increase)/Decrease in Other Assets	(279,750,668)	(232,410,884)	(280,155,597)	(232,410,884)
(Decrease)/Increase in Amounts Due to Customers	13,422,554	2,133,164,636	13,422,554	2,133,164,636
(Decrease)/Increase in Other Financial Liabilities	207,410,294	(923,953,304)	195,070,493	(923,953,304)
(Decrease)/Increase in Other Liabilities	(66,712,366)	(34,719,665)	(60,407,642)	(34,719,665)
Cash generated from Operations	1,803,412,606	941,660,621	1,848,672,155	941,660,621
Retirement Benefit obligation paid	(16,763,125)	(6,776,475)	(16,763,125)	(6,776,475)
Taxes paid	(361,615,072)	(904,927,262)	(361,615,072)	(904,927,262)
Net cash flows from/(used in) Operating activities	1,425,034,409	29,956,884	1,470,293,958	29,956,884
Cash flows from / (used in) Investing activities				
Acquisition of Investment Property	-	(344,451,977)	-	(344,451,977)
Disposal Proceeds from Investment Property	-	29,036,160	-	29,036,160
Acquisition of Property, plant and equipments	(430,046,184)	(58,576,182)	(430,591,184)	(58,576,182)
Acquisition of Intangible assets	16,560,925	12,161,853	16,560,925	12,161,853
Net investment in placements with banks	(29,734,248)	929,480,582	(29,734,248)	929,480,582
Net investment in financial assets measured at fair value through profit or loss	(462,828,749)	(413,177,692)	(462,841,872)	(413,177,692)
Net cash flows from/(used in) Investing activities	(906,048,255)	154,472,744	(906,606,379)	154,472,744
Cash flows from / (used in) Financing activities				
Net cash flow from/(used in) Debt Instruments issued and Other borrowings	28,970,775	28,970,775	28,970,775	28,970,775
Proceeds from Loans obtained	2,610,000,000	4,434,545,833	2,610,000,000	4,434,545,833
Lease Payments	(36,931,439)	(42,534,479)	(36,931,439)	(42,534,479)
Repayment of Bank Loans	(2,577,912,032)	(4,098,987,068)	(2,577,912,032)	(4,098,987,068)
Net cash flows from/(used in) Financing activities	24,127,304	321,995,061	24,127,304	321,995,061
Net increase in Cash and Cash equivalents	543,113,458	506,424,689	587,814,883	506,424,689
Cash and Cash equivalents at the beginning of the period	5,411,823,050	3,196,072,206	5,429,967,818	3,196,072,206
Cash and Cash equivalents at the end of the period	5,954,936,508	3,702,496,895	6,017,782,701	3,702,496,895
Cash in hand	2,076,950,072	2,197,411,197	2,139,796,265	2,197,411,197
Reverse repurchase agreements	730,522,354	49,999,999	730,522,354	49,999,999
Placements with Bank	3,185,679,359	1,660,431,663	3,185,679,359	1,660,431,663
Bank Overdrafts	(38,215,277)	(205,345,964)	(38,215,277)	(205,345,964)
Total Cash and Cash Equivalents For the Purpose of Cash Flow Statement	5,954,936,508	3,702,496,895	6,017,782,701	3,702,496,895

These figures are provisional and subject to audit.

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

COMPANY	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 June 2023				
	LKR	LKR	LKR	LKR
Assets				
Cash and Bank Balances	-	-	2,076,950,072	2,076,950,072
Reverse repurchase agreements	-	-	730,522,355	730,522,355
Placements with banks	-	-	3,655,525,848	3,655,525,848
Financial assets measured at fair value through profit or loss	8,900,058,659	-	-	8,900,058,659
Financial assets at amortised cost				
Loans and Receivables	-	-	19,723,010,951	19,723,010,951
Lease rentals receivable & Stock out on hire	-	-	55,124,449,606	55,124,449,606
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	226,781,692	226,781,692
Total Financial Assets	8,900,058,659	2,554,019	81,537,240,524	90,439,853,203
As at 30 June 2023				
			At Amortised Cost	
Liabilities			Other Financial Liabilities	Total
			LKR	LKR
Due to Banks			16,217,850,502	16,217,850,502
Due to Customers			59,257,073,065	59,257,073,065
Debt Instruments Issued and Other borrowed funds			1,324,815,461	1,324,815,461
Other Financial Liabilities			1,191,568,931	1,191,568,931
Total Financial Liabilities			77,991,307,959	77,991,307,959

COMPANY	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 2023				
	LKR	LKR	LKR	LKR
Assets				
Cash and Bank balances	-	-	2,437,142,080	2,437,142,080
Reverse repurchase agreements	-	-	860,000,000	860,000,000
Placement with Banks	-	-	2,666,945,164	2,666,945,164
Financial assets measured at fair value through profit or loss	8,437,229,910	-	-	8,437,229,910
Financial assets at amortised cost				
Loans and receivables	-	-	21,028,377,642	21,028,377,642
Lease rentals receivable & Stock out on hire	-	-	55,142,285,509	55,142,285,509
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	170,759,082	170,759,082
Total Financial Assets	8,437,229,910	2,554,019	82,305,509,476	90,745,293,405
As at 31 March 2023				
			At Amortised Cost	
Liabilities			Other Financial Liabilities	Total
			LKR	LKR
Due to Banks			16,259,699,210	16,259,699,210
Due to customers			59,243,650,511	59,243,650,511
Debt Instruments Issued and Other borrowed funds			1,295,844,686	1,295,844,686
Other financial liabilities			984,158,637	984,158,637
Total Financial Liabilities			77,783,353,044	77,783,353,044

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 June 2023				
	LKR	LKR	LKR	LKR
Assets				
Cash and Bank Balances	-	-	2,139,796,263	2,139,796,263
Reverse repurchase agreements	-	-	730,522,355	730,522,355
Placements with banks	-	-	3,655,525,848	3,655,525,848
Financial assets measured at fair value through profit or loss	8,900,290,522	-	-	8,900,290,522
Financial assets at amortised cost				
Loans and Receivables	-	-	19,723,010,951	19,723,010,951
Lease rentals receivable & Stock out on hire	-	-	55,124,449,606	55,124,449,606
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	215,275,909	215,275,909
Total Financial Assets	8,900,290,522	2,554,019	81,588,580,932	90,491,425,473
As at 30 June 2023				
			At Amortised Cost	
Liabilities			Other Financial Liabilities	Total
			LKR	LKR
Due to Banks			16,217,850,502	16,217,850,502
Due to Customers			59,257,073,065	59,257,073,065
Debt Instruments Issued and Other borrowed funds			1,324,815,461	1,324,815,461
Other Financial Liabilities			1,191,568,931	1,191,568,931
Total Financial Liabilities			77,991,307,959	77,991,307,959

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 2023				
	LKR	LKR	LKR	LKR
Assets				
Cash and Bank balances	-	-	2,455,286,849	2,455,286,849
Reverse repurchase agreements	-	-	860,000,000	860,000,000
Placement with Banks	-	-	2,666,945,165	2,666,945,165
Financial assets measured at fair value through profit or loss	8,437,448,650	-	-	8,437,448,650
Financial assets at amortised cost				
Loans and receivables	-	-	21,028,377,642	21,028,377,642
Lease rentals receivable & Stock out on hire	-	-	55,142,285,509	55,142,285,509
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	203,189,138	203,189,138
Total Financial Assets	8,437,448,650	2,554,019	82,356,084,302	90,796,086,972
As at 31 March 2023				
			At Amortised Cost	
Liabilities			Other Financial Liabilities	Total
			LKR	LKR
Due to Banks			16,259,699,210	16,259,699,210
Due to customers			59,243,650,511	59,243,650,511
Debt Instruments Issued and Other borrowed funds			1,295,844,686	1,295,844,686
Other financial liabilities			996,498,438	996,498,438
Total Financial Liabilities			77,795,692,845	77,795,692,845

COMMERCIAL CREDIT & FINANCE PLC

INTERIM FINANCIAL
STATEMENTS

For The Quarter Ended
30 June 2023

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 June 2023	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR	As at 31 March 2023	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
Financial assets - Recognised through profit or loss					Financial assets - Recognised through profit or loss				
Government of Sri Lanka Treasury Bills	8,896,992,599	-	-	8,896,992,599	Government of Sri Lanka Treasury Bills	8,433,839,633	-	-	8,433,839,633
Quoted equity investments	3,066,060	-	-	3,066,060	Quoted equity investments	3,390,277	-	-	3,390,277
Investments in Unit Trusts	-	-	-	-	Investments in Unit Trusts	-	-	-	-
Financial assets -fire value through other comprehensive income					Financial assets -fire value through other comprehensive income				
Unquoted equity investments	-	-	2,554,019	2,554,019	Unquoted equity investments	-	-	2,554,019	2,554,019
Total Financial Assets	8,900,058,659	-	2,554,019	8,902,612,678	Total Financial Assets	8,437,229,910	-	2,554,019	8,439,783,929
Non financial assets measured at fair value					Non financial assets measured at fair value				
Freehold land	-	-	3,484,526,242	3,484,526,242	Freehold land	-	-	3,320,656,242	3,320,656,242
Building & Building integrals	-	-	2,520,463,932	2,520,463,932	Building & Building integrals	-	-	2,433,830,420	2,433,830,420
Investment property	-	-	1,220,344,185	1,220,344,185	Investment property	-	-	1,220,344,185	1,220,344,185
	-	-	7,225,334,359	7,225,334,359		-	-	6,974,830,847	6,974,830,847

COMMERCIAL CREDIT & 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 June 2023	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR	As at 31 March 2023	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
Financial assets - Recognised through profit or loss					Financial assets - Recognised through profit or loss				
Government of Sri Lanka Treasury Bills	8,897,224,462	-	-	8,897,224,462	Government of Sri Lanka Treasury Bills	8,434,058,373	-	-	8,434,058,373
Quoted equity investments	3,066,060	-	-	3,066,060	Quoted equity investments	3,390,277	-	-	3,390,277
Financial assets -fire value through other comprehensive income					Financial assets -fire value through other comprehensive income				
Unquoted equity investments	-	-	2,554,019	2,554,019	Unquoted equity investments	-	-	2,554,019	2,554,019
Total Financial Assets	<u>8,900,290,522</u>	<u>-</u>	<u>2,554,019</u>	<u>8,902,844,541</u>	Total Financial Assets	<u>8,437,448,650</u>	<u>-</u>	<u>2,554,019</u>	<u>8,440,002,669</u>
Non financial assets measured at fair value					Non financial assets measured at fair value				
Freehold land	-	-	3,484,526,242	3,484,526,242	Freehold land	-	-	3,320,656,242	3,320,656,242
Building & Building integrals	-	-	2,520,463,932	2,520,463,932	Building & Building integrals	-	-	2,433,830,420	2,433,830,420
Investment property	-	-	1,220,344,185	1,220,344,185	Investment property	-	-	1,220,344,185	1,220,344,185
	<u>-</u>	<u>-</u>	<u>7,225,334,359</u>	<u>7,225,334,359</u>		<u>-</u>	<u>-</u>	<u>6,974,830,847</u>	<u>6,974,830,847</u>

COMMERCIAL CREDIT & FINANCE PLC

FINANCIAL REPORTING BY SEGMENT

For Three month period ended 30 June 2023	Finance Lease	Hire Purchase	Micro Finance & SME	Gold Loan	Term Loan	Revolving Loans	Investments	Unallocated	Total
Company	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	1,035,621,463	2,240,964,912	384,367,112	882,302,729	157,292,273	23,199,151	708,915,253	206,949,302	5,639,612,196
Fee Based Income & others	143,126,717	309,709,641	53,120,957	121,937,501	21,738,374	3,206,209	97,974,711	28,601,159	779,415,269
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	1,178,748,181	2,550,674,554	437,488,068	1,004,240,230	179,030,647	26,405,360	806,889,963	235,550,461	6,419,027,464
Segmental Result	145,501,800	314,849,046	54,002,460	123,960,965	22,099,106	3,259,413	99,600,529	29,075,774	792,349,094
VAT on Financial services	-	-	-	-	-	-	-	-	(181,167,172)
Social Security Contribution Levy	-	-	-	-	-	-	-	-	(24,259,329)
Profits from Operations	-	-	-	-	-	-	-	-	586,922,593
Share of Associate Profit	-	-	-	-	-	-	-	-	-
Profit Before Tax	-	-	-	-	-	-	-	-	586,922,593
Income Tax Expenses	-	-	-	-	-	-	-	-	(185,841,478)
Net profit for the period	-	-	-	-	-	-	-	-	401,081,114
Segment Asset	26,123,076,631	29,001,372,975	2,846,280,000	11,434,532,357	1,320,393,064	172,713,170	17,360,536,197	13,579,342,022	101,838,246,416
Total Asset									101,838,246,416
Segment Liabilities	20,797,792,695	23,089,337,888	2,266,055,497	9,103,561,455	1,051,226,148	137,504,964	13,821,527,916	10,811,143,890	81,078,150,453
Total Liabilities									81,078,150,453

For Three month period ended 30 June 2022	Finance Lease	Hire Purchase	Micro Finance & SME	Gold Loan	Term Loan	Revolving Loans	Investments	Unallocated	Total
Company	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
Interest income	1,302,017,468	1,965,391,091	234,826,293	613,007,777	140,798,602	23,895,729	283,894,532	79,223,526	4,643,055,019
Fee Based Income & others	277,297,561	418,579,757	50,012,200	130,555,515	29,986,624	5,089,200	60,462,523	16,872,654	988,856,035
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	1,579,315,029	2,383,970,847	284,838,494	743,563,293	170,785,226	28,984,929	344,357,056	96,096,180	5,631,911,053
Segmental Result	326,577,464	492,967,609	58,900,113	153,757,173	35,315,694	5,993,627	71,207,613	19,871,176	1,164,590,468
VAT on Financial services	-	-	-	-	-	-	-	-	(287,946,789)
Profits from Operations	-	-	-	-	-	-	-	-	876,643,679
Share of Associate Profit	-	-	-	-	-	-	-	-	-
Profit Before Tax	-	-	-	-	-	-	-	-	876,643,679
Income Tax Expenses	-	-	-	-	-	-	-	-	(303,781,809)
Net profit for the period	-	-	-	-	-	-	-	-	572,861,870
Segment Asset	32,822,845,947	21,647,145,858	2,310,422,388	11,656,645,659	1,934,695,061	151,811,728	12,285,848,851	11,970,439,399	94,779,854,891
Total Asset									94,779,854,891
Segment Liabilities	26,259,212,761	17,318,333,994	1,848,403,796	9,325,648,938	1,547,811,220	121,453,712	9,829,029,435	9,576,692,878	75,826,586,734
Total Liabilities									75,826,586,734

These figures are provisional and subject to audit

COMMERCIAL CREDIT & FINANCE PLC

FINANCIAL REPORTING BY SEGMENT

For Three month period ended 30 June 2023 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	1,035,621,463	2,240,964,912	384,367,112	882,302,729	157,292,273	23,199,151	708,931,844	206,949,302	5,639,628,787
Fee Based Income & others	145,132,327	314,049,547	53,865,331	123,646,190	22,042,990	3,251,137	99,349,938	29,001,942	790,339,402
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	1,180,753,790	2,555,014,460	438,232,443	1,005,948,919	179,335,263	26,450,288	808,281,782	235,951,244	6,429,968,189
Segmental Result	146,920,791	317,919,577	54,529,113	125,169,880	22,314,626	3,291,200	100,574,226	29,359,333	800,078,746
VAT on Financial services	-	-	-	-	-	-	-	-	(181,167,172)
Social Security Contribution Levy	-	-	-	-	-	-	-	-	(24,259,329)
Profits from Operations	-	-	-	-	-	-	-	-	594,652,245
Share of Associate Profit	-	-	-	-	-	-	-	-	-
Profit Before Tax	-	-	-	-	-	-	-	-	594,652,245
Income Tax Expenses	-	-	-	-	-	-	-	-	(185,841,478)
Net profit for the period	-	-	-	-	-	-	-	-	408,810,766
Segment Asset	26,123,076,631	29,001,372,975	2,846,280,000	11,434,532,357	1,320,393,064	172,713,170	17,397,108,468	13,583,135,709	101,878,612,374
Total Asset									101,878,612,374
Segment Liabilities	20,793,653,406	23,084,742,523	2,265,604,494	9,101,749,615	1,051,016,927	137,477,597	13,847,888,167	10,812,011,927	81,094,144,656
Total Liabilities									81,094,144,656

For Three month period ended 30 June 2022	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	1,302,017,468	1,965,391,091	234,826,293	613,007,777	140,798,602	23,895,729	283,894,532	79,223,526	4,643,055,019
Fee Based Income & others	277,297,561	418,579,757	50,012,200	130,555,515	29,986,624	5,089,200	60,462,523	16,872,654	988,856,035
Unallocated Revenue	-	-	-	-	-	-	-	-	-
Total Revenue	1,579,315,029	2,383,970,847	284,838,494	743,563,293	170,785,226	28,984,929	344,357,056	96,096,180	5,631,911,053
Segmental Result	326,577,464	492,967,609	58,900,113	153,757,173	35,315,694	5,993,627	71,207,613	19,871,176	1,164,590,468
VAT on Financial services	-	-	-	-	-	-	-	-	(287,946,789)
Profits from Operations	-	-	-	-	-	-	-	-	876,643,679
Share of Associate Profit	-	-	-	-	-	-	-	-	-
Profit Before Tax	-	-	-	-	-	-	-	-	876,643,679
Income Tax Expenses	-	-	-	-	-	-	-	-	(303,781,809)
Net profit for the period	-	-	-	-	-	-	-	-	572,861,870
Segment Asset	32,822,845,947	21,647,145,858	2,310,422,388	11,656,645,659	1,934,695,061	151,811,728	12,285,848,851	11,970,439,399	94,779,854,891
Total Asset									94,779,854,891
Segment Liabilities	26,259,212,761	17,318,333,994	1,848,403,796	9,325,648,938	1,547,811,220	121,453,712	9,829,029,435	9,576,692,878	75,826,586,734
Total Liabilities									75,826,586,734

These figures are provisional and subject to audit

COMMERCIAL CREDIT & FINANCE PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

- 1 The interim financial statements of the company have been prepared in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS).
- 2 The Company has used the same accounting policies and method of computing described in the Audited Financial statements of the company for 2022/23 in the preparation of these interim financial statements.
- 3 These Financial Statements are in accordance with Sri Lanka Accounting Standard LKAS 34, Interim Financial Reporting and provisions of the Companies Act No 07 of 2007. Further they provide the information as required in terms of rule 7.4 of the Colombo Stock Exchange.
- 4 The company assessed the Expected Credit Losses (ECL) of credit facilities based on two approaches of individual and collective basis. The customers who have been identified as individually significant were assessed under individual basis and they were staged based on the identified indicators of increase in credit risks.

The Expected Credit Losses assessed on collective impairment approach were based on Probability of Default (PD), Loss Given Default (LGD) and the Economic Factor Adjustment (EFA) by applying the recent forecasts and projections published by the Central Bank of Sri Lanka. Further, the company has accounted for management overlays to mitigate any expected losses by moving the staging of facilities in respect of identified stressed customers to a higher stage where necessary to capture significant increases in credit risk due to stressed economic conditions.

- 5 Company acquired 100% stake in AMW Insurance Brokers (Pvt) Ltd on 31st August 2022 for Rs.15 Mn. The Registrar of Companies approved the name change of AMW Insurance Brokers (Pvt) Ltd to Commercial Credit Insurance Brokers (Pvt) Ltd on 19th of July 2023.
- 6 As per the Direction No. 1 of 2020 issued by Central bank of Sri Lanka, the company classified loans which are 90 days past due as Non performing loans with effect from 01st April 2023. Accordingly, company suspended 100% interest income relating to all 90 days past due cases with effect from 01st April 2023. The impact of the above classification change was Rs.917mn and the total impact was charged to the Profit and loss during the first quarter.

7 Events After the reporting Date

The board has approved a final dividend of Rs. 1 per share for the financial year ended 31st March 2023 subject to the shareholders approval at the next Annual general meeting.

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

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

	30-Jun-2023	30-Jun-2022
Issued and fully paid Ordinary Shares (Quoted)	318,074,365	318,074,365

9 Market value of Shares

	30-Jun-2023	30-Jun-2022
	LKR	LKR
Highest traded price	26.90	26.00
Lowest traded price	20.50	11.80
Last traded price	25.40	18.00

10 Information on Listed Debentures

	30-Jun-2023	30-Jun-2022
	COCR-BD-04/03/26-C2471-9	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	3.76	3.79
Quick Asset Ratio	0.38	0.22
Interest Cover Ratio	1.14	1.41
Interest Rates of Comparable Government Securities	29.79%	22.69

11 Major twenty shareholders as at 30 June 2023

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	1,459,389	0.46%
12	MISS. S.N.EGODAGE	1,276,000	0.40%
13	MR. N.Y.HEMACHANDRA	1,055,585	0.33%
14	MR. S.B.HEMACHANDRA	971,594	0.31%
15	MR. D.T.SEMAGE	723,669	0.23%
16	PEOPLE'S 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	212,300	0.07%
19	HATTON NATIONAL BANK PLC/JUDE NISHANTHA WEERAKOON	210,526	0.07%
20	MR D.K.GUNARATNE	180,132	0.06%

Public Shareholding

Percentage	11.01%
Number	2,486

12 Directors' shareholding as at 30 June 2023

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. G.B. Egodage	Nil	-
Mr. Lasantha Wickremasinghe	Nil	-
Ms.T.M.L.Paktsun	Nil	-
Ms. G.A.M. Edwards	Nil	-
Mr. Douglas Malfar	Nil	-
Mr. F.A.P.L. Solbani	Nil	-
Mr. W.D. Barnabas	Nil	-

13 The Float adjusted Market Capitalisation as at 30 June 2023 - LKR.889,507,685/-

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

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@ccl.lk
10 Website	www.ccl.lk
11 Board of Directors of the Company	Mr. G.B. Egodage (Non-Independent Non-Executive Director) - Chairman Mr. R.S. Egodage (Executive Director) - Chief Executive Officer Ms. G.R. Egodage (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) Mr. Douglas Malfar (Non-Independent Non-Executive Director) Mr. F.A.P.L. Solbani (Non-Independent Non-Executive Director) Mr. W.D. Barnabas (Independent Non-Executive Director)
12 Company Secretary	Corporate Services (Private) Limited No. 216, De Saram Place, Colombo 10
13 Company Auditors	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