

# INTERIM FINANCIAL STATEMENTS

## FOR THE QUARTER ENDED

30 SEPTEMBER 2023

### COMMERCIAL **CREDIT** AND FINANCE PLC

Page 1	Statements of Financial Position
Page 2 3	Statement of Profit or Loss
Page 4	Changes in Equity
Page 5	Cash Flow Statement
Page 6 7	Analysis of Financial Instruments By Measurement Basis
Page 8 9	Fair Value Hierarchy
Page 10 11	Financial Reporting by Segment
Page 12 13	Notes to the Interim Financial Statements
Page 14	Corporate Information



## COMMERCIAL CREDIT & FINANCE PLC

### STATEMENT OF FINANCIAL POSITION

	COMPANY		GROUP	
	As at 30-Sep-23 (Unaudited) LKR	As at 31-Mar-23 (Audited) LKR	As at 30-Sep-23 (Unaudited) LKR	As at 31-Mar-23 (Audited) LKR
<b>Assets</b>				
Cash and Bank Balances	1,981,144,564	2,437,142,080	2,007,300,832	2,455,286,849
Reverse Repurchase Agreements	60,629,308	860,000,000	60,629,308	860,000,000
Placements with Banks	3,598,280,723	2,666,945,165	3,668,280,723	2,666,945,165
Financial assets measured at fair value through profit or loss	9,063,551,811	8,437,229,910	9,063,794,079	8,437,448,650
Financial assets at amortised cost				
Loans and Receivables	19,976,428,107	21,028,377,642	19,976,428,107	21,028,377,642
Lease Rentals Receivable & Stock out on Hire	56,024,109,642	55,142,285,509	56,024,109,642	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	166,184,715	170,759,082	191,142,718	203,189,138
Inventories	119,949,193	215,979,349	119,949,193	215,979,349
Other Assets	844,314,858	714,279,365	847,597,608	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	1,351,187,785	1,220,344,185	1,351,187,785	1,220,344,185
Property, Plant and Equipment	7,239,536,706	6,460,091,383	7,240,013,581	6,460,091,383
Right of use assets	371,922,743	383,532,475	371,922,743	383,532,475
Intangible Assets & Goodwill	861,094,438	894,398,277	861,094,438	894,398,277
Deferred tax asset	484,106,106	1,163,215,632	484,106,106	1,163,215,632
<b>Total Assets</b>	<b>102,502,301,072</b>	<b>102,154,440,425</b>	<b>102,612,417,237</b>	<b>102,193,111,808</b>
<b>Liabilities</b>				
Due to Banks	14,058,985,416	16,259,699,210	14,058,985,416	16,259,699,210
Due to Customers	61,144,218,378	59,243,650,511	61,144,218,378	59,243,650,511
Debt instruments issued	1,353,786,236	1,295,844,686	1,353,786,236	1,295,844,686
Other Financial Liabilities	1,337,482,026	984,158,637	1,337,482,026	996,498,438
Other Liabilities	2,385,056,156	2,365,992,817	2,386,982,031	2,365,992,817
Post Employment Benefit Obligations	372,240,287	365,950,612	372,240,287	365,950,612
Current Tax Liabilities	759,848,637	1,280,129,104	759,848,637	1,289,818,582
<b>Total Liabilities</b>	<b>81,411,617,138</b>	<b>81,795,425,578</b>	<b>81,413,543,012</b>	<b>81,817,454,858</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	14,387,245,693	13,655,576,606	14,437,539,296	13,671,386,604
Reserves	4,552,797,926	4,552,797,926	4,610,694,613	4,553,630,031
<b>Total Shareholders' Funds</b>	<b>21,090,683,934</b>	<b>20,359,014,847</b>	<b>21,198,874,225</b>	<b>20,375,656,950</b>
<b>Total Liabilities &amp; Shareholders' Funds</b>	<b>102,502,301,072</b>	<b>102,154,440,425</b>	<b>102,612,417,237</b>	<b>102,193,111,808</b>
Commitments & Contingencies	434,527,157	481,783,866	434,527,157	481,783,866
<b>Net Assets per Share (LKR)</b>	<b>66.31</b>	<b>64.01</b>	<b>66.65</b>	<b>64.06</b>

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007.

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,

G. B. Egodage  
Chairman

R. S. Egodage  
Director/ Chief Executive Officer

These figures are provisional and subject to audit.

Date : 31st October 2023

## COMMERCIAL CREDIT & FINANCE PLC

### STATEMENT OF PROFIT OR LOSS

Company	For the Three month period ended				For Six month period ended			
	30-Sep-23 (Unaudited) LKR	30-Sep-22 (Unaudited) LKR	Variance		30-Sep-23 (Unaudited) LKR	30-Sep-22 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	6,911,221,971	6,250,803,436	660,418,535	11%	12,550,834,167	10,893,858,455	1,656,975,712	15%
Interest Expense	(3,863,107,786)	(3,304,657,979)	(558,449,807)	-17%	(7,915,980,250)	(5,454,626,845)	(2,461,353,406)	-45%
<b>Net Interest Income</b>	<b>3,048,114,185</b>	<b>2,946,145,457</b>	<b>101,968,728</b>	<b>3%</b>	<b>4,634,853,916</b>	<b>5,439,231,610</b>	<b>(804,377,694)</b>	<b>-15%</b>
Fee & Commission Income	549,147,582	726,286,484	(177,138,902)	-24%	1,130,286,379	1,289,385,046	(159,098,667)	-12%
Net income from Real Estate	-	1,439,938	(1,439,938)	-100%	-	1,439,938	(1,439,938)	-100%
Net gain/(loss) from Trading	(25,289,637)	(150,203,109)	124,913,472	83%	21,363,028	(79,645,421)	101,008,449	127%
Other Operating Income	280,395,714	209,532,505	70,863,209	34%	432,019,521	564,732,290	(132,712,768)	-24%
<b>Total Operating Income</b>	<b>3,852,367,845</b>	<b>3,733,201,275</b>	<b>119,166,570</b>	<b>3%</b>	<b>6,218,522,845</b>	<b>7,215,143,463</b>	<b>(996,620,618)</b>	<b>-14%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(466,087,880)	(866,302,646)	400,214,766	46%	(553,660,535)	(1,457,134,570)	903,474,035	62%
<b>Net Operating Income</b>	<b>3,386,279,965</b>	<b>2,866,898,629</b>	<b>519,381,336</b>	<b>18%</b>	<b>5,664,862,310</b>	<b>5,758,008,893</b>	<b>(93,146,583)</b>	<b>-2%</b>
<b>Operating Expenses</b>								
Personnel Costs	(1,077,319,448)	(892,789,699)	(184,529,749)	-21%	(1,937,046,157)	(1,782,785,196)	(154,260,961)	-9%
Depreciation	(114,253,331)	(162,616,942)	48,363,612	30%	(120,571,364)	(293,182,462)	172,611,098	59%
Other Operating Expenses	(634,363,351)	(579,107,676)	(55,255,676)	-10%	(1,254,551,860)	(1,285,066,454)	30,514,594	2%
<b>Profit before Social Security Contribution Levy / Value Added Tax on financial services</b>	<b>1,560,343,836</b>	<b>1,232,384,313</b>	<b>327,959,523</b>	<b>27%</b>	<b>2,352,692,929</b>	<b>2,396,974,781</b>	<b>(44,281,852)</b>	<b>-2%</b>
Social Security Contribution Levy	(50,596,405)	-	(50,596,405)	-100%	(74,855,734)	-	(74,855,734)	-100%
Value Added Tax on Financial Services	(357,794,112)	(295,445,335)	(62,348,777)	-21%	(538,961,284)	(583,392,124)	44,430,840	8%
<b>Profit Before Income Tax</b>	<b>1,151,953,319</b>	<b>936,938,978</b>	<b>215,014,341</b>	<b>23%</b>	<b>1,738,875,911</b>	<b>1,813,582,657</b>	<b>(74,706,746)</b>	<b>-4%</b>
Income Tax	(503,290,982)	(361,244,206)	(142,046,776)	-39%	(689,132,460)	(665,026,015)	(24,106,445)	-4%
<b>Profit for the Period</b>	<b>648,662,337</b>	<b>575,694,773</b>	<b>72,967,564</b>	<b>13%</b>	<b>1,049,743,451</b>	<b>1,148,556,643</b>	<b>(98,813,191)</b>	<b>-9%</b>
<b>Total Comprehensive Income for the period</b>	<b>648,662,337</b>	<b>575,694,773</b>	<b>72,967,564</b>	<b>13%</b>	<b>1,049,743,451</b>	<b>1,148,556,643</b>	<b>(98,813,191)</b>	<b>-9%</b>
Earning per Share (LKR) -Annualized	8.16	7.24			6.60	7.22		

These figures are provisional and subject to audit.

## COMMERCIAL CREDIT & FINANCE PLC

### STATEMENT OF PROFIT OR LOSS

Group	For the Three month period ended				For Six month period ended			
	30-Sep-23 (Unaudited) LKR	30-Sep-22 (Unaudited) LKR	Variance		30-Sep-23 (Unaudited) LKR	30-Sep-22 (Unaudited) LKR	Variance	
			LKR	%			LKR	%
<b>Income</b>								
Interest Income	6,913,865,007	6,250,803,436	663,061,571	11%	12,553,493,794	10,893,858,455	1,659,635,339	15%
Interest Expense	(3,863,107,786)	(3,304,657,979)	(558,449,807)	-17%	(7,915,980,250)	(5,454,626,845)	(2,461,353,406)	-45%
<b>Net Interest Income</b>	<b>3,050,757,221</b>	<b>2,946,145,457</b>	<b>104,611,764</b>	<b>4%</b>	<b>4,637,513,544</b>	<b>5,439,231,610</b>	<b>(801,718,066)</b>	<b>-15%</b>
Fee & Commission Income	626,915,844	726,286,484	(99,370,640)	-14%	1,218,978,773	1,289,385,046	(70,406,273)	-5%
Net income from Real Estate	-	1,439,938	(1,439,938)	-100%	-	1,439,938	(1,439,938)	-100%
Net gain/(loss) from Trading	(25,289,637)	(150,203,109)	124,913,472	83%	21,363,028	(79,645,421)	101,008,449	127%
Other Operating Income	280,395,714	209,532,505	70,863,209	34%	432,019,521	564,732,290	(132,712,768)	-24%
<b>Total Operating Income</b>	<b>3,932,779,142</b>	<b>3,733,201,275</b>	<b>199,577,867</b>	<b>5%</b>	<b>6,309,874,867</b>	<b>7,215,143,463</b>	<b>(905,268,596)</b>	<b>-13%</b>
Impairment Charges of Loans and Advances, Lease and Financial Assets	(466,087,880)	(866,302,646)	400,214,766	46%	(553,660,535)	(1,457,134,570)	903,474,035	62%
<b>Net Operating Income</b>	<b>3,466,691,263</b>	<b>2,866,898,629</b>	<b>599,792,633</b>	<b>21%</b>	<b>5,756,214,332</b>	<b>5,758,008,893</b>	<b>(1,794,561)</b>	<b>0%</b>
<b>Operating Expenses</b>								
Personnel Costs	(1,079,625,448)	(892,789,699)	(186,835,749)	-21%	(1,942,416,657)	(1,782,785,196)	(159,631,461)	-9%
Depreciation	(114,287,393)	(162,616,942)	48,329,549	30%	(120,639,489)	(293,182,462)	172,542,973	59%
Other Operating Expenses	(634,920,698)	(579,107,676)	(55,813,022)	-10%	(1,255,221,717)	(1,285,066,454)	29,844,737	2%
<b>Profit before Social Security Contribution Levy / Value Added Tax on financial services</b>	<b>1,637,857,724</b>	<b>1,232,384,313</b>	<b>405,473,411</b>	<b>33%</b>	<b>2,437,936,469</b>	<b>2,396,974,781</b>	<b>40,961,688</b>	<b>2%</b>
Social Security Contribution Levy	(50,596,405)	-	(50,596,405)	-100%	(74,855,734)	-	(74,855,734)	-100%
Value Added Tax on Financial Services	(351,489,464)	(295,445,335)	(56,044,129)	-19%	(532,656,636)	(583,392,124)	50,735,488	9%
<b>Profit Before Income Tax</b>	<b>1,235,771,854</b>	<b>936,938,978</b>	<b>298,832,876</b>	<b>32%</b>	<b>1,830,424,099</b>	<b>1,813,582,657</b>	<b>16,841,442</b>	<b>1%</b>
Income Tax	(503,290,982)	(361,244,206)	(142,046,776)	-39%	(689,132,460)	(665,026,015)	(24,106,445)	-4%
<b>Profit for the Period</b>	<b>732,480,873</b>	<b>575,694,773</b>	<b>156,786,100</b>	<b>27%</b>	<b>1,141,291,639</b>	<b>1,148,556,643</b>	<b>(7,265,004)</b>	<b>-1%</b>
<b>Total Comprehensive Income for the period</b>	<b>732,480,873</b>	<b>575,694,773</b>	<b>156,786,100</b>	<b>27%</b>	<b>1,141,291,639</b>	<b>1,148,556,643</b>	<b>(7,265,004)</b>	<b>-1%</b>
Earning per Share (LKR) -Annualized	9.21	7.24			7.18	7.22		

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
<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>
<b>Balance as at 1 April 2023</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>13,655,576,607</b>	<b>4,145,538,800</b>	<b>(10,000,000)</b>	<b>20,359,014,848</b>
Net profit for the period	-	-	-	1,049,743,451	-	-	1,049,743,451
Transferred to Statutory Reserve	-	-	-	(52,487,173)	52,487,173	-	-
Dividend Paid	-	-	-	(318,074,365)	-	-	(318,074,365)
<b>Balance as at 30 September 2023</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>14,334,758,521</b>	<b>4,198,025,973</b>	<b>(10,000,000)</b>	<b>21,090,683,934</b>

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 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>
<b>Balance as at 1 April 2023</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>13,671,386,604</b>	<b>4,146,370,905</b>	<b>(10,000,000)</b>	<b>20,375,656,950</b>
Net profit for the period	-	-	-	1,141,291,639	-	-	1,141,291,639
Transferred to Statutory Reserve	-	-	-	(57,064,582)	57,064,582	-	-
Dividend Paid	-	-	-	(318,074,365)	-	-	(318,074,365)
<b>Balance as at 30 September 2023</b>	<b>2,150,640,315</b>	<b>358,508,001</b>	<b>58,751,125</b>	<b>14,437,539,296</b>	<b>4,203,435,487</b>	<b>(10,000,000)</b>	<b>21,198,874,225</b>

These figures are provisional and subject to audit.

# COMMERCIAL CREDIT & FINANCE PLC

## STATEMENT OF CASH FLOW

For the Six month period ended

	COMPANY		GROUP	
	30-Sep-23 Unaudited LKR	30-Sep-22 Unaudited LKR	30-Sep-23 Unaudited LKR	30-Sep-22 Unaudited LKR
<b>Cash Flows From / (Used in) Operating Activities</b>				
<b>Profit before Income Tax Expense</b>	<b>1,738,875,911</b>	<b>1,813,582,657</b>	<b>1,830,424,099</b>	<b>1,813,582,657</b>
<b>Adjustments for</b>				
Depreciation and amortisation	49,275,805	132,600,749	49,343,930	132,600,749
Impairment charge of loans and advances, lease,hire purchase	553,660,535	1,457,134,570	553,660,535	1,457,134,570
Amortisation of Right of use assets	71,295,558	160,581,713	71,295,558	160,581,713
Disposal (gain)/ loss on Investment property	1,380,400	(1,420,160)	1,380,400	(1,420,160)
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>2,462,488,210</b>	<b>3,610,479,529</b>	<b>2,554,104,523</b>	<b>3,610,479,529</b>
(Increase)/Decrease in Inventories	96,030,156	(138,898,026)	96,030,156	(138,898,026)
(Increase)/Decrease in Loans and Advances	1,051,949,534	(1,745,694,380)	1,051,949,534	(1,745,694,380)
Decrease/(Increase) in Lease Rentals Receivable & Stock out on hire	(1,435,484,661)	(3,531,804,040)	(1,435,484,661)	(3,531,804,040)
(Increase)/Decrease in Right of use assets	(59,685,826)	(93,921,687)	(59,685,826)	(93,921,687)
Decrease/(Increase) in Other Financial Assets	4,574,367	(30,062,716)	12,046,420	(30,062,716)
(Increase)/Decrease in Other Assets	(130,035,502)	(92,521,717)	(130,440,431)	(98,910,366)
(Decrease)/Increase in Amounts Due to Customers	1,900,567,868	3,315,571,146	1,900,567,868	3,315,571,146
(Decrease)/Increase in Other Financial Liabilities	353,323,389	(368,077,082)	340,983,588	(368,077,082)
(Decrease)/Increase in Other Liabilities	746,989,434	(164,643,640)	739,225,831	(164,555,890)
<b>Cash generated from Operations</b>	<b>4,990,716,970</b>	<b>760,427,388</b>	<b>5,069,297,002</b>	<b>754,126,488</b>
Retirement Benefit obligation paid	(41,710,325)	(15,932,725)	(41,710,325)	(15,932,725)
Taxes paid	(1,229,726,153)	(1,565,721,920)	(1,229,726,153)	(1,565,721,920)
<b>Net cash flows from/(used in) Operating activities</b>	<b>3,719,280,492</b>	<b>(821,227,257)</b>	<b>3,797,860,524</b>	<b>(827,528,157)</b>
<b>Cash flows from / (used in) Investing activities</b>				
Acquisition of Investment Property	(138,484,000)	(344,877,977)	(138,484,000)	(344,877,977)
Disposal Proceeds from Investment Property	6,260,000	30,240,860	6,260,000	30,240,860
Acquisition of Property, plant and equipments	(828,721,129)	(642,011,016)	(829,266,129)	(642,011,016)
Acquisition of subsidiary	-	(15,000,000)	-	-
Acquisition of Intangible assets	33,303,839	16,351,492	33,303,839	7,898,922
Net investment in placements with banks	(100,232,367)	1,050,335,658	(100,232,367)	1,050,335,658
Net investment in financial assets measured at fair value through profit or loss	(626,321,900)	(185,575,545)	(626,345,429)	(185,758,225)
<b>Net cash flows from/(used in) Investing activities</b>	<b>(1,654,195,558)</b>	<b>(90,536,528)</b>	<b>(1,654,764,089)</b>	<b>(84,171,778)</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	4,137,000,000	7,457,978,371	4,137,000,000	7,457,978,371
Lease Payments	(76,204,953)	(82,155,073)	(76,204,953)	(82,155,073)
Repayment of Bank Loans	(6,307,028,234)	(6,274,408,620)	(6,307,028,234)	(6,274,408,620)
Dividend paid	(270,372,753)	(636,148,730)	(270,372,753)	(636,148,730)
<b>Net cash flows from/(used in) Financing activities</b>	<b>(2,458,664,392)</b>	<b>523,207,499</b>	<b>(2,458,664,393)</b>	<b>523,207,499</b>
<b>Net increase in Cash and Cash equivalents</b>	<b>(393,579,457)</b>	<b>(388,556,286)</b>	<b>(315,567,957)</b>	<b>(388,492,435)</b>
<b>Cash and Cash equivalents at the beginning of the period</b>	<b>5,411,823,050</b>	<b>3,196,072,206</b>	<b>5,429,967,818</b>	<b>3,196,072,206</b>
<b>Cash and Cash equivalents at the end of the period</b>	<b>5,018,243,592</b>	<b>2,807,515,921</b>	<b>5,114,399,860</b>	<b>2,807,579,771</b>
Cash in hand	1,981,144,564	2,125,250,129	2,007,300,832	2,125,313,981
Reverse repurchase agreements	60,629,307	240,000,000	60,629,307	240,000,000
Placements with Bank	3,057,936,115	1,368,685,263	3,127,936,115	1,368,685,263
Bank Overdrafts	(81,466,394)	(926,419,472)	(81,466,394)	(926,419,472)
<b>Total Cash and Cash Equivalents For the Purpose of Cash Flow Statement</b>	<b>5,018,243,592</b>	<b>2,807,515,921</b>	<b>5,114,399,860</b>	<b>2,807,579,771</b>

These figures are provisional and subject to audit.



**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
<b>As at 30 September 2023</b>				
	LKR	LKR	LKR	LKR
<b>Assets</b>				
Cash and Bank Balances	-	-	2,007,300,832	2,007,300,832
Reverse repurchase agreements	-	-	60,629,308	60,629,308
Placements with banks	-	-	3,668,280,723	3,668,280,723
Financial assets measured at fair value through profit or loss	9,063,794,079	-	-	9,063,794,079
Financial assets at amortised cost				
Loans and Receivables	-	-	19,976,428,107	19,976,428,107
Lease rentals receivable & Stock out on hire	-	-	56,024,109,642	56,024,109,642
Financial assets at fair value through other comprehensive income	-	2,554,019	-	2,554,019
Other financial assets	-	-	191,142,718	191,142,718
<b>Total Financial Assets</b>	<b>9,063,794,079</b>	<b>2,554,019</b>	<b>81,927,891,331</b>	<b>90,994,239,429</b>
<b>As at 30 September 2023</b>				
			<b>At Amortised Cost</b>	
<b>Liabilities</b>			<b>Other Financial Liabilities</b>	<b>Total</b>
			LKR	LKR
Due to Banks			14,058,985,416	14,058,985,416
Due to Customers			61,144,218,378	61,144,218,378
Debt Instruments Issued and Other borrowed funds			1,353,786,236	1,353,786,236
Other Financial Liabilities			1,337,482,026	1,337,482,026
<b>Total Financial Liabilities</b>			<b>77,894,472,057</b>	<b>77,894,472,057</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
<b>As at 31 March 2023</b>				
	LKR	LKR	LKR	LKR
<b>Assets</b>				
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
<b>Total Financial Assets</b>	<b>8,437,448,650</b>	<b>2,554,019</b>	<b>82,356,084,302</b>	<b>90,796,086,972</b>
<b>As at 31 March 2023</b>				
			<b>At Amortised Cost</b>	
<b>Liabilities</b>			<b>Other Financial Liabilities</b>	<b>Total</b>
			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
<b>Total Financial Liabilities</b>			<b>77,795,692,845</b>	<b>77,795,692,845</b>



## 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.									
COMPANY									
As at 30 September 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
<b>Financial assets - Recognised through profit or loss</b>					<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	9,063,229,655	-	-	9,063,229,655	Government of Sri Lanka Treasury Bills	8,433,839,633	-	-	8,433,839,633
Quoted equity investments	322,156	-	-	322,156	Quoted equity investments	3,390,277	-	-	3,390,277
Investments in Unit Trusts	-	-	-	-	Investments in Unit Trusts	-	-	-	-
<b>Financial assets -fire value through other comprehensive income</b>					<b>Financial assets -fire value through other comprehensive income</b>				
Unquoted equity investments	-	-	2,554,019	2,554,019	Unquoted equity investments	-	-	2,554,019	2,554,019
<b>Total Financial Assets</b>	<b>9,063,551,811</b>	<b>-</b>	<b>2,554,019</b>	<b>9,066,105,830</b>	<b>Total Financial Assets</b>	<b>8,437,229,910</b>	<b>-</b>	<b>2,554,019</b>	<b>8,439,783,929</b>
<b>Non financial assets measured at fair value</b>					<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	3,701,391,442	3,701,391,442	Freehold land	-	-	3,320,656,242	3,320,656,242
Building & Building integrals	-	-	2,622,078,315	2,622,078,315	Building & Building integrals	-	-	2,433,830,420	2,433,830,420
Investment property	-	-	1,351,187,785	1,351,187,785	Investment property	-	-	1,220,344,185	1,220,344,185
	<b>-</b>	<b>-</b>	<b>7,674,657,542</b>	<b>7,674,657,542</b>		<b>-</b>	<b>-</b>	<b>6,974,830,847</b>	<b>6,974,830,847</b>

## 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 September 2023	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	9,063,471,923	-	-	9,063,471,923
Quoted equity investments	322,156	-	-	322,156
<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>9,063,794,079</u>	<u>-</u>	<u>2,554,019</u>	<u>9,066,348,098</u>
<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	3,701,391,442	3,701,391,442
Building & Building integrals	-	-	2,622,078,315	2,622,078,315
Investment property	-	-	1,351,187,785	1,351,187,785
	<u>-</u>	<u>-</u>	<u>7,674,657,542</u>	<u>7,674,657,542</u>

As at 31 March 2023	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
<b>Financial assets - Recognised through profit or loss</b>				
Government of Sri Lanka Treasury Bills	8,434,058,373	-	-	8,434,058,373
Quoted equity investments	3,390,277	-	-	3,390,277
<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>8,437,448,650</u>	<u>-</u>	<u>2,554,019</u>	<u>8,440,002,669</u>
<b>Non financial assets measured at fair value</b>				
Freehold land	-	-	3,320,656,242	3,320,656,242
Building & Building integrals	-	-	2,433,830,420	2,433,830,420
Investment property	-	-	1,220,344,185	1,220,344,185
	<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 Six month period ended 30 September 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	2,601,238,705	5,063,891,247	805,317,653	1,954,072,557	350,884,246	50,614,840	1,383,256,829	341,558,090	12,550,834,167
Fee Based Income & others	328,225,268	638,963,683	101,615,281	246,565,603	44,274,705	6,386,599	174,539,862	43,097,927	1,583,668,929
Unallocated Revenue	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>2,929,463,974</b>	<b>5,702,854,930</b>	<b>906,932,934</b>	<b>2,200,638,160</b>	<b>395,158,951</b>	<b>57,001,439</b>	<b>1,557,796,690</b>	<b>384,656,017</b>	<b>14,134,503,095</b>
Segmental Result	487,610,292	949,242,176	150,959,301	366,296,983	65,774,344	9,487,909	259,295,798	64,026,127	2,352,692,929
VAT on Financial services	-	-	-	-	-	-	-	-	(538,961,284)
Social Security Contribution Levy	-	-	-	-	-	-	-	-	(74,855,734)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,738,875,911</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,738,875,911</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(689,132,460)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,049,743,451</b>
Segment Asset	25,158,368,648	30,865,740,995	2,921,656,969	11,295,611,755	1,492,932,906	186,367,480	16,700,788,470	13,880,833,849	102,502,301,072
<b>Total Asset</b>									<b>102,502,301,072</b>
Segment Liabilities	19,981,829,234	24,514,863,201	2,320,502,233	8,971,447,567	1,185,749,791	148,020,852	13,264,465,116	11,024,739,143	81,411,617,138
<b>Total Liabilities</b>									<b>81,411,617,138</b>

For Six month period ended 30 September 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	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>

These figures are provisional and subject to audit

## COMMERCIAL CREDIT & FINANCE PLC

### FINANCIAL REPORTING BY SEGMENT

For Six month period ended 30 September 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	2,601,238,705	5,063,891,247	805,317,653	1,954,072,557	350,884,246	50,614,840	1,385,916,456	341,558,090	12,553,493,794
Fee Based Income & others	346,533,887	674,605,493	107,283,448	260,319,193	46,744,377	6,742,848	184,630,121	45,501,957	1,672,361,323
Unallocated Revenue	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>2,947,772,592</b>	<b>5,738,496,740</b>	<b>912,601,101</b>	<b>2,214,391,750</b>	<b>397,628,622</b>	<b>57,357,688</b>	<b>1,570,546,577</b>	<b>387,060,047</b>	<b>14,225,855,117</b>
Segmental Result	505,170,497	983,427,032	156,395,766	379,488,358	68,143,061	9,829,595	269,150,272	66,331,886	2,437,936,469
VAT on Financial services	-	-	-	-	-	-	-	-	(532,656,636)
Social Security Contribution Levy	-	-	-	-	-	-	-	-	(74,855,734)
<b>Profits from Operations</b>	-	-	-	-	-	-	-	-	<b>1,830,424,099</b>
Share of Associate Profit	-	-	-	-	-	-	-	-	-
<b>Profit Before Tax</b>	-	-	-	-	-	-	-	-	<b>1,830,424,099</b>
Income Tax Expenses	-	-	-	-	-	-	-	-	(689,132,460)
<b>Net profit for the period</b>	-	-	-	-	-	-	-	-	<b>1,141,291,639</b>
Segment Asset	25,158,368,648	30,865,740,995	2,921,656,969	11,295,611,755	1,492,932,906	186,367,480	16,807,145,011	13,884,593,474	102,612,417,237
<b>Total Asset</b>									<b>102,612,417,237</b>
Segment Liabilities	19,960,858,375	24,489,134,939	2,318,066,875	8,962,032,064	1,184,505,351	147,865,504	13,334,928,268	11,016,151,636	81,413,543,012
<b>Total Liabilities</b>									<b>81,413,543,012</b>

For Six month period ended 30 September 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	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	97,836,247,642
<b>Total Asset</b>									<b>97,836,247,642</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>

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 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.

#### 6 Events After the reporting Date

The Company has entered into an Investment and Subscription Agreement with Megapay (Pvt) Ltd to invest in a 19.9% stake in Mega Pay (Private) Ltd for Rs 180,000,000 on 10th October 2023 over a period of 18 months. An initial investment has been made to acquire 2.9% stake as per the said agreement.

There are no events subsequent to the reporting date, other than above 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-2023	30-Sep-2022
Issued and fully paid Ordinary Shares (Quoted)	318,074,365	318,074,365

#### 8 Market value of Shares

	30-Sep-2023	30-Sep-2022
	LKR	LKR
Highest traded price	42.90	34.70
Lowest traded price	24.60	17.00
Last traded price	34.90	31.10

9 Information on Listed Debentures

	30-Sep-2023	30-Sep-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	3.69	3.98
Quick Asset Ratio	0.38	0.19
Interest Cover Ratio	1.30	1.28
Interest Rates of Comparable Government Securities	15.03%	21.18

10 Major twenty shareholders as at 30 September 2023

No	Name of the Shareholder	Total Holding	Percentage
1	B G INVESTMENTS (PVT) LIMITED	159,832,175	50.25%
2	GROUP LEASE HOLDINGS PTE LTD	95,390,500	29.99%
3	PEOPLES LEASING & FINANCE PLC /MS.S.N.EGODAGE	5,093,438	1.60%
4	DR. E.FERNANDO	5,000,000	1.57%
5	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.1	4,014,843	1.26%
6	ASIA SECURITIES (PVT) LTD (TRADING ACCOUNT)	2,717,820	0.85%
7	PERERA & SONS BAKERS PVT LIMITED	2,000,000	0.63%
8	PHANTOM INVESTMENTS (PVT) LTD	2,000,000	0.63%
9	DFCC BANK PLC A/C NO. 02	1,974,975	0.62%
10	MRS. H.H.J.HEWAGE	1,946,124	0.61%
11	MR. T.K.HEMACHANDRA	1,555,689	0.49%
12	MR. S.M.HEMACHANDRA	1,553,170	0.49%
13	COMMERCIAL BANK OF CEYLON PLC/W. JINADASA	1,500,000	0.47%
14	MRS. H.N.HEMACHANDRA	1,402,000	0.44%
15	MISS. S.N.EGODAGE	1,276,000	0.40%
16	MR. A.M WEERASINGHE	1,000,000	0.31%
17	PHOENIX VENTURES PVT LTD	1,000,000	0.31%
18	ROSEWOOD (PVT) LIMITED - ACCOUNT NO. 01	1,000,000	0.31%
19	SEYLAN BANK PLC/ ANDARADENIYA ESTATE (PVT) LTD	1,000,000	0.31%
20	COMMERCIAL BANK OF CEYLON PLC/G.S.N. PEIRIS	897,923	0.28%

**Public Shareholding**

Percentage	<b>18.98%</b>
Number	<b>6,475</b>

11 Directors' shareholding as at 30 September 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. F.A.P.L. Solbani	Nil	-
Mr. W.D. Barnabas	Nil	-
Dr.Ms. J.P. Kuruppu	Nil	-

12 The Float adjusted Market Capitalisation as at 30 September 2023 - LKR.2,106,930,955/-

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. F.A.P.L. Solbani (Non-Independent Non-Executive Director) Mr. W.D. Barnabas (Independent Non-Executive Director) Dr.Ms. J.P. Kuruppu (Independent Non-Executive Director)
12 Company Secretary	Ms.Chamila Nilanthi Edirisinghe No. 165, Kynsey Road Colombo 08
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