

CONDENSED INTERIM FINANCIAL STATEMENTS

PEOPLE'S MERCHANT FINANCE PLC

For the period ended 30th June 2021





KPMG
(Chartered Accountants)
32A, Sri Mohamed Macan Markar Mawatha,
P.O. Box 186.
Colombo 00300, Sri Lanka.

Tel : +94 - 11 542 6426
Fax : +94 - 11 244 5872
+94 - 11 244 6058
Internet : www.kpmg.com/lk

PEOPLE'S MERCHANT FINANCE PLC INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim financial statements of People's Merchant Finance PLC ("the Company") and condensed interim consolidated financial statements of the Company and its subsidiary ("the Group"), which comprise the condensed interim statement of financial position as at 30 June 2021, and the condensed interim statements of profit or loss, other comprehensive income and cash flows for the three (03) month period then ended, and notes to the condensed interim financial statements set out on pages 3 to 15 of this condensed interim financial statements. Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with LKAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Sri Lanka Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Sri Lanka Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements does not give a true and fair view of the financial position as at 30 June 2021, and of its financial performance and its cash flows for the three-months period then ended, in accordance with LKAS 34 "Interim Financial Reporting".

Chartered Accountants

9th August 2021
Colombo

KPMG, a Sri Lankan partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

M.R. Mihular FCA	P.Y.S. Perera FCA	C.P. Jayatilake FCA
T.J.S. Rajakarier FCA	W.W.J.C. Perera FCA	Ms. S. Joseph FCA
Ms. S.M.B. Jayasekara ACA	W.K.D.C. Abeyrathne FCA	S.T.D.L. Perera FCA
G.A.U. Karunaratne FCA	R.M.D.B. Rajapakse FCA	Ms. B.K.D.T.N. Rodrigo FCA
R.H. Rajan ACA	M.N.M. Shameel ACA	Ms. C.T.K.N. Perera ACA
A.M.R.P. Alahakoon ACA		

Principals - S.R.I. Perera FCNA (UK), LLB, Attorney-at-Law, H.S. Goonewardene ACA, Ms. P.M.K. Sumanasekara FCA

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CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

As at	Company			Group		
	30.06.21 Reviewed Rs. '000	31.03.21 Audited Rs. '000	Change %	30.06.21 Reviewed Rs. '000	31.03.21 Audited Rs. '000	Change %
Assets						
Cash and cash equivalents	224,642	707,190	(68.2)	224,889	707,437	(68.2)
Placements with banks and financial institutions	5,191	5,126	1.3	5,191	5,126	1.3
Financial assets measured at fair value	885,271	647,840	36.6	885,271	647,840	36.6
Financial assets measured at amortised cost - Loans and advances	3,502,075	3,156,568	10.9	3,502,075	3,156,568	10.9
Property, plant and equipment	26,192	24,879	5.3	26,192	24,879	5.3
Intangible assets	7,548	6,590	14.5	7,548	6,590	14.5
Right of use assets	91,341	68,787	32.8	91,341	68,787	32.8
Other Assets	117,696	86,872	35.5	117,696	86,872	35.5
Total Assets	4,859,956	4,703,852	3.3	4,860,203	4,704,099	3.3
Liabilities						
Due to banks	1,752	-	100.0	1,752	-	100.0
Financial liabilities at amortised cost - due to depositors	2,378,094	2,289,491	3.9	2,378,094	2,289,491	3.9
Debt securities issued	16,750	16,600	0.9	16,750	16,600	0.9
Lease liabilities	111,305	80,424	38.4	111,305	80,424	38.4
Employee benefit obligation	19,272	18,360	5.0	19,272	18,360	5.0
Other liabilities	204,529	167,776	21.9	204,963	168,209	21.8
Total Liabilities	2,731,702	2,572,651	6.2	2,732,136	2,573,084	6.2
Equity						
Stated capital	3,252,159	3,252,159	(0.0)	3,252,159	3,252,159	(0.0)
Statutory reserve fund	10,649	10,649	0.0	10,649	10,649	0.0
Accumulated losses	(1,134,554)	(1,131,607)	(0.3)	(1,134,741)	(1,131,793)	(0.3)
Total Equity	2,128,254	2,131,201	(0.1)	2,128,067	2,131,015	(0.1)
Total Liabilities & Equity	4,859,956	4,703,852	3.3	4,860,203	4,704,099	3.3
Contingent liabilities and commitments	134,482	81,260	65.5	134,482	81,260	65.5
Net assets value per ordinary share (Rs.)	6.51	6.52	(0.1)	6.51	6.52	(0.1)
CERTIFICATION						
We certify that the above interim financial statements are in compliance with the requirement of the Companies Act No 07 of 2007.						
(Signed) Darshana Wijayanayaka Chief Manager-Finance			(Signed) Nalin Wijekoon Chief Executive Officer			
The Board of Directors is responsible for the preparation and presentation of these Interim Financial Statements. Approved and signed for and on behalf of the Board of Directors.						
(Signed) Chandula Abeywickrema Chairman			(Signed) Channa Manoharan Director			
9th August 2021 Colombo						
<i>Figures in brackets indicate deductions.</i>						

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS

For the three months ended	Company			Group		
	30.06.2021 Reviewed Rs. '000	30.06.2020 Reviewed Rs. '000	Change %	30.06.2021 Reviewed Rs. '000	30.06.2020 Reviewed Rs. '000	Change %
Gross Income	183,559	124,382	47.6	183,559	124,382	47.6
Interest income	135,568	104,040	30.3	135,568	104,040	30.3
Less: Interest expense	52,674	59,620	(11.7)	52,674	59,620	(11.7)
Net interest income	82,894	44,420	86.6	82,894	44,420	86.6
Fee and commission income	2,281	1,225	86.2	2,281	1,225	86.2
Net fair value gain/(loss) from financial assets at FVTPL	15,436	12,581	22.7	15,436	12,581	22.7
Other operating income	30,274	6,537	363.1	30,274	6,537	363.1
Total operating income	130,885	64,763	102.1	130,885	64,763	102.1
Less: Impairment charges for loans and receivables and other losses	16,753	33,337	(49.7)	16,753	33,337	(49.7)
Net operating income	114,132	31,426	263.2	114,132	31,426	263.2
Less: Personnel Expenses	64,421	28,454	126.4	64,421	28,454	126.4
Depreciation of property, plant and equipment	1,524	948	60.8	1,524	948	60.8
Amortisation of intangible assets	109	280	(61.2)	109	280	(61.2)
Amortisation of right of use assets	10,699	7,233	47.9	10,699	7,233	47.9
Other expenses	31,054	22,712	36.7	31,054	22,712	36.7
Operating profit/(loss) before tax on financial services	6,325	(28,201)	122.4	6,325	(28,201)	122.4
Less : Tax on financial services	9,272	-	100.0	9,272	-	100.0
Profit/(Loss) before income tax	(2,947)	(28,201)	89.5	(2,947)	(28,201)	89.5
Less: Income tax expense	-	-	-	-	-	-
Profit/(Loss) for the period	(2,947)	(28,201)	89.5	(2,947)	(28,201)	89.5
Basic loss per ordinary share - (Rs)	(0.01)	(0.13)	93.1	(0.01)	(0.13)	93.1

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF OTHER COMPREHENSIVE INCOME

For the three months ended	Company			Group		
	30.06.2021 Reviewed Rs. '000	30.06.2020 Reviewed Rs. '000	Change %	30.06.2021 Reviewed Rs. '000	30.06.2020 Reviewed Rs. '000	Change %
Profit / (Loss) for the period	(2,947)	(28,201)	89.5	(2,947)	(28,201)	89.5
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Actuarial loss on defined benefit plans	-	-	-	-	-	-
Deffered tax effect on acturial loss	-	-	-	-	-	-
Other comprehensive income/(expense) for the period	-	-	-	-	-	-
Total comprehensive loss for the period	(2,947)	(28,201)	89.5	(2,947)	(28,201)	89.5

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY - COMPANY

Company	Stated capital	Advance against stated capital	Reserve fund	Retained earnings	Total equity
<i>In thousands of rupees</i>					
Balance as at 1 April 2020	2,440,290	300,000	7,259	(1,195,048)	1,552,501
Loss for the quarter ended 30 June 2020	-	-	-	(28,201)	(28,201)
Total comprehensive income	-	-	-	(28,201)	(28,201)
Transactions with owners of the Company					
Contributions and distributions					
Right issue of shares	-	-	-	-	-
Total contribution and distribution	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-
Balance as at 30 June 2020	2,440,290	300,000	7,259	(1,223,249)	1,524,300
Balance as at 1 April 2021	3,252,159	-	10,649	(1,131,607)	2,131,201
Loss for the quarter ended 30 June 2021	-	-	-	(2,947)	(2,947)
Total comprehensive income	-	-	-	(2,947)	(2,947)
Balance as at 30 June 2021	3,252,159	-	10,649	(1,134,554)	2,128,254

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY - GROUP

Group	Stated capital	Advance against stated capital	Reserve fund	Retained earnings	Total equity
<i>In thousands of rupees</i>					
Balance as at 1 April 2020	2,440,290	300,000	7,259	(1,195,157)	1,252,392
Loss for the quarter ended 30.06.2020	-	-	-	(28,201)	(28,201)
Total comprehensive income	-	-	-	(28,201)	(28,201)
Transactions with owners of the Company					
Contributions and distributions					
Right issue of shares	-	-	-	-	-
Total contribution and distribution	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-
Balance as at 30 June 2020	2,440,290		7,259	(1,223,358)	1,224,191
Balance as at 1 April 2021	3,252,159	-	10,649	(1,131,793)	2,131,015
Loss for the quarter ended 30.06.2021	-	-	-	(2,947)	(2,947)
Total comprehensive income	-	-	-	(2,947)	(2,947)
Balance as at 30 June 2021	3,252,159	-	10,649	(1,134,741)	2,128,067

Figures in brackets indicate deductions.

The notes to the Financial Statements form an integral part of these Financial Statements.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CASH FLOWS

For the three months ended 30th June	COMPANY		GROUP	
	2021 Reviewed Rs '000	2020 Reviewed Rs '000	2021 Reviewed Rs '000	2020 Reviewed Rs '000
Cash flows from operating activities				
Profit/(Loss) before tax	(2,947)	(28,201)	(2,947)	(28,201)
Adjustment for:				
- Depreciation and amortisation	12,332	8,460	12,332	8,460
- Net gain on investment securities at FVPTL	(15,436)	(12,581)	(15,436)	(12,581)
- Net impairment loss on loans and advances	16,753	33,337	16,753	33,337
- Interest expense on preference shares	150	150	150	150
- Interest expense on leases	2,607	1,954	2,607	1,954
- Dividend on equity securities at FVPTL	(6)	(8)	(6)	(8)
- Interest income	(2,493)	(18,734)	(2,493)	(18,734)
- Provision for retirement benefit obligation	1,200	1,150	1,200	1,150
- Loss / (Gain) on disposal of property, plant and equipment	-	14	-	14
	12,160	(14,459)	12,160	(14,459)
Changes in				
Financial assets measured at amortised cost - Loans and advances	(362,260)	(133,517)	(362,260)	(133,517)
Other assets	(30,824)	(1,508)	(30,824)	(1,508)
Due to customers	88,603	(56,423)	88,603	(56,423)
Other liabilities	37,041	12,106	37,041	12,106
	(255,280)	(193,801)	(255,280)	(193,801)
Retiring gratuity paid	(575)	(4,247)	(575)	(4,247)
Income tax paid	-	-	-	-
Net cash from/ (used in) operating activities	(255,855)	(198,048)	(255,855)	(198,048)
Cash flows from investing activities				
Interest income on short term investment	2,493	18,734	2,493	18,734
Net proceeds from investments in fixed deposits	(65)	19,640	(65)	19,640
Net proceeds from investments in securities	(221,995)	105,000	(221,995)	105,000
Acquisition of property, plant and equipment	(2,837)	(2,589)	(2,837)	(2,589)
Purchase of intangible assets	(1,067)	(1,406)	(1,067)	(1,406)
Proceeds from disposal of assets held for sale	-	-	-	-
Proceeds from disposal of property, plant and equipment	-	7	-	7
Dividends received from investments	6	8	6	8
Net cash from/ (used in) investing activities	(223,465)	139,394	(223,465)	139,394
Cash flows from financing activities				
Net proceeds from rights issue of shares	-	-	-	-
Lease rental payments	(4,980)	(10,997)	(4,980)	(10,997)
Net cash from / (used in) financing activities	(4,980)	(10,997)	(4,980)	(10,997)
Net increase / (decrease) in cash and cash equivalents	(484,300)	(69,651)	(484,300)	(69,651)
Cash and cash equivalents at beginning of the year	707,190	289,725	707,437	289,975
Cash and cash equivalents at the end of the year	222,890	220,074	223,137	220,324
Cash and cash equivalents at the end of the year				
Cash and cash equivalents	224,642	220,074	224,889	220,324
Bank overdraft	(1,752)	-	(1,752)	-
	222,890	220,074	223,137	220,324

The notes to the financial statements are an integral part of these financial statements.
Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
ANALYSIS OF FINANCIAL INSTRUMENT BY MEASUREMENT BASIS

As at 30th June 2021	Company		
	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets			
Cash and cash equivalents	-	224,642	224,642
Balances with banks and financial institutions	-	5,191	5,191
Financial assets measured at amortised cost - Loans and advances	-	3,502,075	3,502,075
Investments in securities	885,271	-	885,271
Total Financial Assets	885,271	3,731,908	4,617,179
Liabilities			
Due to banks	-	1,752	1,752
Financial liabilities at amortised cost - due to depositors	-	2,378,094	2,378,094
Debt securities issued	-	16,750	16,750
Total Liabilities	-	2,396,596	2,396,596
As at 31st March 2021	Company		
	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets			
Cash and cash equivalents	-	707,190	707,190
Balances with banks and financial institutions	-	5,126	5,126
Financial assets measured at amortised cost - Loans and advances	-	3,156,568	3,156,568
Investments in securities	647,840	-	647,840
Total Financial Assets	647,840	3,868,884	4,516,724
Liabilities			
Due to banks	-	-	-
Financial liabilities at amortised cost - due to depositors	-	2,289,491	2,289,491
Debt securities issued	-	16,600	16,600
Total Liabilities	-	2,306,091	2,306,091

CONDENSED INTERIM FINANCIAL STATEMENTS
ANALYSIS OF FINANCIAL INSTRUMENT BY MEASUREMENT BASIS

As at 30th June 2021	Group		
	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets			
Cash and cash equivalents	-	224,889	224,889
Balances with banks and financial institutions	-	5,191	5,191
Financial assets measured at amortised cost - Loans and advances	-	3,502,075	3,502,075
Investments in securities	885,271	-	885,271
Total Financial Assets	885,271	3,732,155	4,617,426
Liabilities			
Due to banks	-	1,752	1,752
Financial liabilities at amortised cost - due to depositors	-	2,378,094	2,378,094
Debt securities issued	-	16,750	16,750
Total Liabilities	-	2,396,596	2,396,596
As at 31st March 2021	Group		
	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets			
Cash and cash equivalents	-	707,437	707,437
Balances with banks and financial institutions	-	5,126	5,126
Financial assets measured at amortised cost - Loans and advances	-	3,156,568	3,156,568
Investments in securities	647,840	-	647,840
Total Financial Assets	647,840	3,869,131	4,516,971
Liabilities			
Due to banks	-	-	-
Financial liabilities at amortised cost - due to depositors	-	2,289,491	2,289,491
Debt securities issued	-	16,600	16,600
Total Liabilities	-	2,306,091	2,306,091

CONDENSED INTERIM FINANCIAL STATEMENTS
SEGMENTAL ANALYSIS

Rs. '000

For the three months ended 30th June	Leasing & Hire Purchases		Loans and Pawning		Margin Trading		Other		Total Group	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Income										
Interest income	63,892	46,445	38,793	20,670	15,640	5,609	17,243	31,315	135,568	104,039
Fee and commission income	2,281	970	1	255	-	-	-	-	2,282	1,225
Net income from other financial instruments at FVTPL	-	-	-	-	-	-	15,436	12,581	15,436	12,581
Other operating income	1,802	310	25,216	458	-	-	3,255	5,769	30,273	6,537
Gross revenue	67,976	47,725	64,010	21,383	15,640	5,609	35,935	49,665	183,559	124,382
Less: Interest expenses	18,663	17,852	13,784	7,867	5,508	2,073	14,719	31,828	52,674	59,620
Total operating income	49,312	29,873	50,227	13,516	10,132	3,536	21,215	17,837	130,885	64,762
Net impairment charges/(reversal)	8,382	18,038	8,371	15,299	-	-	-	-	16,753	33,337
Net operating income	40,930	11,835	41,855	(1,783)	10,132	3,536	21,215	17,837	114,132	31,425
Less: Operating Expenses	38,197	17,854	28,211	7,868	11,273	2,073	30,125	31,831	107,807	59,626
Segment results	2,733	(6,020)	13,644	(9,651)	(1,141)	1,463	(8,911)	(13,994)	6,325	(28,201)
Less: Tax on financial services	-	-	-	-	-	-	-	-	9,272	-
Less: Income tax expense	-	-	-	-	-	-	-	-	-	-
Loss attributable to equity holders									(2,947)	(28,201)
As at 30th June										
Segment Assets	1,722,029	1,116,575	1,271,824	492,044	508,221	129,637	1,358,128	1,990,712	4,860,203	3,728,968
Total Assets	1,722,029	1,116,575	1,271,824	492,044	508,221	129,637	1,358,128	1,990,712	4,860,203	3,728,968
Segment Liabilities	968,029	660,182	714,949	290,924	285,694	76,649	763,464	1,177,022	2,732,136	2,204,777
Total Liabilities	2,258,814	660,182	355,660	290,924	314	76,649	117,347	1,177,022	2,732,136	2,204,777

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
INFORMATION ON ORDINARY SHARES OF THE COMPANY

<u>Market Price</u>	2021 Rs.	2020 Rs.
Highest price during the quarter ended 30th June	7.80	10.00
Lowest price during the quarter ended 30th June	6.00	7.00
Closing price as at 30th June	7.20	8.00
<u>Capital</u>	2021	2020
Ordinary Shares (Number of Shares)	326,856,250	210,875,000
Ordinary Shares (Value Rs.)	3,252,158,750	2,440,290,000
Advance against Stated Capital (Value Rs.)	-	300,000,000
<u>Preference Shares</u>		
Cumulative Preference Shares (Number of Shares)	1,000,000	1,000,000
Cumulative Preference Shares (Value Rs.)	10,000,000	10,000,000

<u>Ratios</u>	As at 30.06.2021	As at 31.03.2021
Debt to equity ratio (times)	1.13	1.08
Interest cover (times)	0.94	1.29
Quick asset ratio (%)	22.38	24.27

CONDENSED INTERIM FINANCIAL STATEMENTS
SHAREHOLDERS' INFORMATION

Twenty Largest Ordinary Shareholders as at 30th June 2021		
Name of the Share Holder	No: of Shares	%
Sterling Capital Investments (Private) Limited	256,734,990	78.55
People's Bank	33,856,246	10.36
People's Leasing & Finance PLC	25,014,002	7.65
Mr. L. De Fonseka	1,000,000	0.31
People's Leasing & Finance PLC/ Dr. H.S.D. Soysa & Mrs. G. Soysa	610,704	0.19
Mr. Z.G. Carimjee	500,000	0.15
Mr. H.V. Pakianathan	370,143	0.11
People's Merchant Finance PLC/ M.Thiyagaraja	200,031	0.06
Dr. H.S.D. Soysa	200,000	0.06
DFCC Bank PLC/ Mr.W.G. Herath	166,353	0.05
Mr. P.M.R.K. Kirimetiya	150,100	0.05
Mrs. A.M.D. Adikari	150,100	0.05
Mr. M.C.M. Zarook	139,500	0.04
Mr. H. Beruwalage	116,200	0.04
Mr. A.K.S. Mendis	111,900	0.03
Mr. B.W. Kundanmal	102,100	0.03
Mr. W.L.E. Ruwinka	100,000	0.03
Mr. S.N.C.W.M.B.C. Kandededara	100,000	0.03
Mr. P.K. Biswas	100,000	0.03
Mr. W.G. Herath	96,829	0.03
	319,819,198	97.85

Directors' Shareholding	Position	No: of Shares
Mr. C.P.Abeywickrama	Chairman	-
Mr. D.N.Daluwatte	Director	5,375
Mr. C.S.Manoharan	Director	-
Mr. K.R.P.Madusanka	Director	-
Mr.M.J.T.Waas	Director	-
Mr. R. Kodituwakku	Director	-
Total		5,375.00

	No: of Shares
Issued Share Capital as at 30th June 2021	326,856,250
<i>Less:</i>	
Parent Company	256,734,990
Common Director	58,870,248
Directors shareholding	5,375
Spouses & Children under 18 and Close Family of Directors	-
Chief Executive Officers Shareholding	-
Spouse, Children under/over 18 & close family Members of CEO	-
Holding of 5% or more jointly or severally	-
Public Shareholding (9,961 Shareholders)	11,245,637
Public Holding as a % of Shares Issued	3.44%

Issued Share Capital as at 30th June 2021	326,856,250
Closing Mkt Price	7.20
Total Market Capitalization	2,353,365,000
Public Shareholding (9,961 Shareholders)	3.44%
Float adjusted market capitalization	80,968,586

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

- 1 The Interim Financial Statements are in compliance with the Sri Lanka Accounting Standard - LKAS 34 - Interim Financial Reporting and the provisions of the Companies Act No. 7 of 2007 and provide the information as required in terms of Rule 7.4 of Colombo Stock Exchange .
- 2 There are no significant changes in the accounting policies since the publication of 2020/21 Audited Financial Statements.
- 3 There been no material events subsequent to the reporting date, other than mentioned above, which require adjustments to or disclosure in the interim financial statements.
- 4 The Monetary Board of the Central Bank of Sri Lanka has issued a direction on the Company under Section 12 of the Finance Business Act No 42 of 2011 to cap the total deposits (with accrued interest) at Rs 3,500 Mn until such time the company meets the required minimum core capital of Rs.2.5Bn on or before 31/12/2021 as per the Finance Business Act Direction No 2 of 2017 – Minimum Core Capital.
- 5 Rights Issue Of Shares - Utilization Of Proceeds

On 29th March 2021 the Company raised capital of Rs. 811,868,750 through a rights issue by issuing 115,981,250 ordinary shares at an exercise price of Rs. 7.0/- per share.

Utilization of rights issue proceeds

The utilization of the rights issue amounting to Rs. 811,868,750 is as follows.

Objective as per circular	Proposed date of utilization	Amount allocated Rs.000'	% of total proceeds	Amounts utilized against allocation Rs.000'	Clarification if not utilized
Meet the Minimum Capital Obligations Stipulated by the CBSL	March 29, 2021	811,869	100%	811,869	N/A

CONDENSED INTERIM FINANCIAL STATEMENTS
CORPORATE INFORMATION

Name of Company People's Merchant Finance PLC	Branch Offices Anuradhapura Kurunegala Negombo Trincomalee Kandy Matara Awissawella Matugama Elpitiya Gampaha Wellawatta Pawning Center	Related Party Transactions Review Committee Mr. C.S.Manoharan - Chairman Mr. D.N.Daluwatte Mr. K.R.P.Madusanka
Legal Form Public Limited Liability Company (Incorporated and domiciled in Sri Lanka)		Bankers People's Bank
Date of Incorporation 26 th January 1983		Subsidiary Company PMB Services Limited
Company Registration Number PQ 200		Vehicle Yards No. 21, Nawam Mawatha, Colombo 02, Sri Lanka. Avinro Motors, Hiripitiya Road, Wellawa, Sri Lanka.
Stock Exchange Listing The ordinary shares of the Company were quoted on the Colombo Stock Exchange (CSE) on 11 th July 1994. The Company has been transferred to the Second Board of the CSE with effect from 12th February 2021 due to the non-compliance with Minimum Public Holding requirement stipulated in Rule 7.13.1(b) of the Listing Rules of the CSE.	Board of Directors and Board Sub-Committees Board of Directors Mr. C.P.Abeywickrema - Chairman Mr. D.N.Daluwatte Mr. C.S.Manoharan Mr. K.R.P.Madusanka Mr.M.J.T.Waas Mr.Ranjith Kodituwakku	Tax Payer Identity Number (TIN) 134000228
Accounting Year-End March -31	Integrated Risk Management Committee Mr. C.P.Abeywickrema - Chairman Mr. C.S.Manoharan Mr. D.N.Daluwatte Mr. K.R.P.Madusanka Mr.M.J.T.Waas Mr.N.H.G.Wijekoon, CEO Mr.Athula Banadaranayake. Chief Manager-Risk Ms.Shyamali Pamaratne, Compliance Officer	VAT Registration Number 134000228 7000
Registered Office & Principle Place of Business No. 21, Nawam Mawatha, Colombo 02, Sri Lanka Telephone +94112300191 / +94117666333 Fax +94112300190 Email; info@pmb.lk Web Address; www.peoplesmerchant.lk		Central Bank Registration Number LFC/043 (Under the Finance Business Act No. 42 of 2011)
Registrars SSP Corporate Services (Pvt) Ltd No. 101, Inner Flower Road, Colombo 03, Sri Lanka Telephone; +94112573894, +94112576871 Fax; +94112573609 Email; sspsec@slt.net.lk		Credit Agency Status An approved Credit Agency under the Mortgage Act No.6 of 1949 and the Trust Receipt Ordinance No.12 of 1947 by the department of Commerce.
Auditors M/s. KPMG Chartered Accountants 32A, Sir Mohamed Macan Maker Mawatha, Colombo 03.	Board Audit Committee Mr. C.S.Manoharan - Chairman Mr. C.P.Abeywickrema Mr. K.R.P.Madusanka Remuneration Committee Mr. C.P.Abeywickrema - Chairman Mr. C.S.Manoharan Mr. K.R.P.Madusanka Nomination Committee Mr. C.P.Abeywickrema - Chairman Mr. C.S.Manoharan Mr. K.R.P.Madusanka	Credit Rating SLJB reaffirmed; outlook revised to stable from rating watch with developing implications by ICRA Lanka Limited.