

CONDENSED INTERIM FINANCIAL STATEMENTS



For the period ended 31st December 2023

PMF FINANCE PLC

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CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

As at,	Notes	Company			Group		
		31.12.2023 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %	31.12.2023 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %
Assets							
Cash and cash equivalents	11.1	898,959	561,607	60.1	899,198	561,846	60.0
Placements with banks and financial institutions	11.1	1,504,555	1,264,071	19.0	1,504,555	1,264,071	19.0
Financial assets measured at fair value	11.1	471,398	409,936	15.0	471,398	409,936	15.0
Financial assets measured at amortised cost - Loans and advances	11.1	10,216,066	8,318,103	22.8	10,216,066	8,318,103	22.8
Real estate inventories		54,799	55,859	(1.9)	54,799	55,859	(1.9)
Property, plant and equipment		263,762	169,495	55.6	263,762	169,495	55.6
Intangible assets		60,734	44,239	37.3	60,734	44,239	37.3
Right of use assets		140,013	173,662	(19.4)	140,013	173,662	(19.4)
Deferred tax assets		79,874	79,874	-	79,874	79,874	-
Other Assets		545,855	344,376	58.5	545,855	344,376	58.5
Total Assets		14,236,015	11,421,222	24.6	14,236,255	11,421,461	24.6
Liabilities							
Due to banks	11.1	677,834	757,280	(10.5)	677,834	757,280	(10.5)
Financial liabilities at amortised cost - due to depositors	11.1	10,418,335	7,655,744	36.1	10,418,335	7,655,744	36.1
Debt securities issued	11.1	18,250	17,800	2.5	18,250	17,800	2.5
Lease liabilities	11.2	171,344	197,581	(13.3)	171,344	197,581	(13.3)
Employee benefit obligation		13,525	12,249	10.4	13,525	12,249	10.4
Other liabilities		218,790	103,360	111.7	219,620	104,189	110.8
Total Liabilities		11,518,077	8,744,016	31.7	11,518,907	8,744,844	31.7
Equity							
Stated capital		3,762,054	3,762,054	-	3,762,054	3,762,054	-
Statutory reserve fund		20,239	20,239	-	20,239	20,239	-
Accumulated losses		(1,064,358)	(1,105,087)	3.7	(1,064,947)	(1,105,676)	3.7
Total Equity		2,717,936	2,677,206	1.5	2,717,348	2,676,617	1.5
Total Liabilities & Equity		14,236,015	11,421,222	24.6	14,236,255	11,421,461	24.6
Contingent liabilities and commitments		46,597	94,159	(50.5)	46,597	94,159	(50.5)
Net assets value per ordinary share (Rs.)		6.71	6.61	1.5	6.70	6.61	1.5


CERTIFICATION

We certify that the above interim financial statements are in compliance with the requirement of the Companies Act No 07 of 2007.


Achan Chandula
Chief Manager-Finance


Terrance Kumara
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.


Chandula Abeywickrema
Chairman


Rangana Korlage
Director

12th February 2024
Colombo

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS-COMPANY

As at,	For the nine months ended			For the quarter ended		
	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %
Gross Income	2,453,535	1,431,750	71.4	870,906	570,988	52.5
Interest income	2,260,545	1,386,917	63.0	803,534	549,132	46.3
Less: Interest expense	1,495,595	852,050	(75.5)	474,692	355,727	(33.4)
Net interest income	764,950	534,867	43.0	328,842	193,405	70.0
Fee and commission income	35,389	18,551	90.8	14,147	7,377	91.8
Net fair value gain from financial assets at FVTPL	108,599	3,410	3084.4	25,572	2,904	780.6
Other operating income	49,002	22,872	114.2	27,654	11,575	138.9
Total operating income	957,940	579,700	65.2	396,215	215,261	84.1
Less: Impairment charges for loans and receivables and other losses	89,723	109,538	18.1	22,684	31,898	28.9
Net operating income	868,217	470,162	84.7	373,531	183,363	103.7
Less: Personnel Expenses	315,608	267,092	(18.2)	116,611	96,203	(21.2)
Depreciation of property, plant and equipment	37,021	16,822	(120.1)	13,561	6,755	(100.7)
Amortisation of intangible assets	2,053	2,002	(2.6)	619	935	33.8
Amortisation of right of use assets	38,172	32,778	(16.5)	12,674	13,572	6.6
Other expenses	397,515	231,358	(71.8)	166,223	77,702	(113.9)
Operating profit / (loss) before tax on financial services	77,848	(79,889)	197.4	63,843	(11,804)	640.8
Less : Tax on financial services	37,119	28,172	(31.8)	16,489	10,418	(58.3)
Profit/(loss) before income tax	40,729	(108,062)	137.7	47,354	(22,223)	313.1
(Less)/Add: Income tax (expense)/reversal	-	2,123	0.0	-	-	-
Profit/(loss) for the period	40,729	(110,185)	137.0	47,354	(22,223)	313.1
Basic earnings/(loss) per share - (Rs)	0.10	(0.27)	137.0	0.12	(0.05)	313.1

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS-GROUP

As at,	For the nine months ended			For the quarter ended		
	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %
Gross Income	2,453,535	1,431,750	71.4	870,906	570,988	52.5
Interest income	2,260,545	1,386,917	63.0	803,534	549,132	46.3
Less: Interest expense	1,495,595	852,050	(75.5)	474,692	355,727	(33.4)
Net interest income	764,950	534,867	43.0	328,842	193,405	70.0
Fee and commission income	35,389	18,551	90.8	14,147	7,377	91.8
Net fair value gain/(loss) from financial assets at FVTPL	108,599	3,410	3,084.4	25,572	2,904	780.6
Other operating income	49,002	22,872	114.2	27,654	11,575	138.9
Total operating income	957,940	579,700	65.2	396,215	215,261	84.1
Less: Net impairment charges/ (reversal) on financial assets	89,723	109,538	18.1	22,684	31,898	28.9
Net operating income	868,217	470,163	84.7	373,531	183,363	103.7
Less: Personnel Expenses	315,608	267,092	(18.2)	116,611	96,203	(21.2)
Depreciation of property, plant and equipment	37,021	16,822	(120.1)	13,561	6,755	(100.7)
Amortisation of intangible assets	2,053	2,002	(2.6)	619	935	33.8
Amortisation of right of use assets	38,172	32,778	(16.5)	12,674	13,572	6.6
Other expenses	397,515	231,358	(71.8)	166,223	77,702	(113.9)
Operating profit/(loss) before tax on financial services	77,848	(79,888)	197.4	63,843	(11,804)	640.8
Less : Tax on financial services	37,119	28,172	(31.8)	16,489	10,418	(58.3)
Profit/(loss) before income tax	40,729	(108,061)	137.7	47,354	(22,223)	313.1
(Less)/Add: Income tax (expense)/reversal	-	(2,123)	-	-	-	-
Profit/(loss) for the period	40,729	(110,185)	137.0	47,354	(22,223)	313.1
Basic earnings/(loss) per share - (Rs)	0.10	(0.22)	145.7	0.12	(0.05)	313.1

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

<i>As at,</i>	For the nine months ended			For the quarter ended		
	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %
Profit / (loss) for the period	40,729	(110,185)	137.0	47,354	(22,223)	313.1
FINANCIAL						
Items that will not be reclassified to profit or loss						
Actuarial loss on defined benefit plans		-	-	-	-	-
Deferred tax effect on actuarial loss	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income/(loss) for the period	40,729	(110,185)	137.0	47,354	(22,223)	313.1

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

As at,	For the nine months ended			For the quarter ended		
	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	Change %
Profit / (loss) for the period	40,729	(110,185)	137.0	47,354	(22,223)	313.1
FINANCIAL						
Items that will not be reclassified to profit or loss						
Actuarial loss on defined benefit plans	-	-	-	-	-	-
Deferred tax effect on actuarial loss	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income/(loss) for the period	40,729	(110,185)	137.0	47,354	(22,223)	313.1

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY - COMPANY

Company	Ordinary share capital	Reserve fund	Retained earnings	Total equity
<i>In thousands of rupees</i>				
Balance as at 01st April 2022	3,762,054	20,239	(948,600)	2,833,694
Profit/(loss) for the period ended 31st December 2022	-	-	(110,185)	(110,185)
Total comprehensive income	-	-	(110,185)	(110,185)
Transfers to the reserve fund			-	-
Issues of Ordinary shares through rights issue			-	-
Transaction cost related to rights issue	-	-		-
Total contribution and distribution	-	-	-	-
Total transactions with owners of the Company	-	-	-	-
Balance as at 31 December 2022	3,762,054	20,239	(1,058,785)	2,723,509
Balance as at 1 April 2023	3,762,054	20,239	(1,105,087)	2,677,206
Profit/(loss) for the year ended 31st December 2023	-	-	40,729	40,729
Total comprehensive income/(loss)	-	-	40,729	40,729
Total contribution and distribution	-	-	-	-
Total transactions with owners of the Company	-	-	-	-
Balance as at 31st December 2023	3,762,054	20,239	(1,064,358)	2,717,936

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY - GROUP

Group	Stated capital	Reserve fund	Retained earnings	Total equity
<i>In thousands of rupees</i>				
Balance as at 01st April 2022	3,762,054	20,239	(948,957)	2,833,336
Profit/(loss) for the period ended 31st December 2022	-	-	(110,185)	(110,185)
Total other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(110,185)	(110,185)
Transfer to reserve fund	-	-	-	-
Issues of Ordinary shares through rights issue	-	-	-	-
Transaction cost related to rights issue	-	-	-	-
Total contribution and distribution	-	-	-	-
Total transactions with owners of the Company	-	-	-	-
Balance as at 31 December 2022	3,762,054	20,239	(1,059,142)	2,723,151
Balance as at 1 April 2023	3,762,054	20,239	(1,105,676)	2,676,617
Profit/(loss) for the year ended 31st December 2023	-	-	40,729	40,729
Total comprehensive income/ (loss)	-	-	40,729	40,729
Balance as at 31st December 2023	3,762,054	20,239	(1,064,947)	2,717,348

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CASH FLOWS

<i>As at,</i>	COMPANY		GROUP	
	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000	31.12.2023 Unaudited Rs. '000	31.12.2022 Unaudited Rs. '000
Cash flows from operating activities				
Profit/(Loss) before tax	40,729	(108,062)	40,729	(108,062)
Adjustment for:				
- Depreciation and amortisation	77,246	51,602	77,246	51,602
- Profit on real estate sales	-	(4,000)	-	(4,000)
- Gain on derecognition of right-of-use assets	-	(790)	-	(790)
- Net gain on investment securities at FVPTL	(108,599)	(3,410)	(108,599)	(3,410)
- Net impairment loss on loans and advances	89,723	109,538	89,723	109,538
- Interest expense on preference shares	450	450	450	450
- Interest expense on leases	22,959	16,959	22,959	16,959
- Dividend on equity securities at FVPTL	-	(318)	-	(318)
- Interest income	(346,186)	(153,724)	(346,186)	(153,724)
- Provision for retirement benefit obligation	2,749	3,960	2,749	3,960
- Loss / (Gain) on disposal of property, plant and equipment	(7)	(92)	(7)	(92)
Net cash used in operating activities	(220,935)	(87,887)	(220,935)	(87,887)
Changes in				
Financial assets measured at amortised cost - Loans and advances	(1,987,686)	(1,397,471)	(1,987,686)	(1,397,471)
Other assets	(167,830)	(32,887)	(167,830)	(32,887)
Due to customers	2,762,590	2,760,407	2,762,590	2,760,407
Other liabilities	84,482	(49,134)	84,482	(49,134)
Retiring gratuity paid	470,622	1,193,028	470,622	1,193,028
Income tax paid	(5,043)	(1,031)	(5,043)	(1,031)
Net cash generated from / (used in) operating activities	465,579	1,191,997	465,579	1,191,997
Cash flows from investing activities				
Interest income on short term investment	346,186	153,724	346,186	153,724
Net proceeds from investments in fixed deposits	(240,484)	(472,895)	(240,484)	(472,895)
Net proceeds from investments in securities	47,137	(242,138)	47,137	(242,138)
Acquisition of property, plant and equipment	(98,230)	(84,206)	(98,230)	(84,206)
Purchase of intangible assets	(49,584)	(35,726)	(49,584)	(35,726)
Proceeds from disposal of property, plant and equipment	-	-	-	-
Dividends received from investments	-	318	-	318
Net cash generated from / (used in) investing activities	5,025	(680,923)	5,025	(680,923)
Cash flows from financing activities				
Net proceeds from rights issue of shares	-	-	-	-
Net proceeds from Borrowing from due to banks	(79,446)	(677,258)	(79,446)	(677,258)
Lease rental payments	(53,806)	(41,276)	(53,806)	(41,276)
Net cash generated from / (used in) financing activities	(133,253)	(718,534)	(133,253)	(718,534)
Net increase in cash and cash equivalents	337,352	(207,460)	337,352	(207,460)
Cash and cash equivalents at beginning of the year	561,607	660,873	561,846	661,116
Cash and cash equivalents at the end of the year	898,959	453,412	899,198	453,656
Cash and cash equivalents at the end of the year				
Cash and cash equivalents	898,959	453,412	899,198	453,656
Bank overdraft	-	-	-	-
	898,959	453,412	899,198	453,656

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

1 PMF Finance PLC (“the Company”) is a Licensed Finance Company registered under the Finance Business Act No. 42 of 2011 and listed on the Colombo Stock Exchange. The Company was incorporated on 26 January 1983 and is domiciled in Sri Lanka. The Company was listed on the main board of Colombo Stock Exchange on 11th July 1994 and transferred to Dirisavi Board with effect from 2nd July 2018. The registered office of the Company and the principal place of the business is situated at No. 361, 361/1, R.A.De Mel Mawatha, Colombo 03.

2 The condensed 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 .

3 There are no significant changes in the accounting policies since the publication of 2022/23 Audited Financial Statements.

4 Share capital

As at	31.12.2023	31.12.2022
Ordinary Shares (Number of Shares)	405,301,750	405,301,750
Ordinary Shares (Value Rs.)	3,762,054,500	3,762,054,500

5 Preference shares

As at	31.12.2023	31.12.2022
Cumulative Preference Shares (Number of Shares)	1,000,000	1,000,000
Cumulative Preference Shares (Value Rs.)	10,000,000	10,000,000

6 Market Price

<u>Market Price</u>	31.12.2023 Rs.	31.12.2022 Rs.
Highest price during the quarter ended 31st December	4.90	5.30
Lowest price during the quarter ended 31st December	3.90	3.30
Closing price as at 31st December	4.70	3.80

7 Ratios

Ratios	As at 31.12.2023	As at 31.12.2022
Debt to equity ratio (times)	4.09	2.63
Interest cover (times)	1.03	0.87
Quick asset ratio (%)	13.14	10.03

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

8 Twenty Largest Ordinary Shareholders as at 31st December 2023

Name of the Share Holder	No: of Shares	%
Sterling Capital Investments (Private) Limited	330,714,052	81.60
People's Bank	33,856,246	8.35
People's Leasing & Finance PLC	25,014,002	6.17
Mr. L. De Fonseka	1,000,000	0.25
Mr. Z.G. Carimjee	600,000	0.15
Mr. A.N. Handunpathirana	600,000	0.15
People's Leasing & Finance PLC/ Dr. H.S.D. Soysa & Mrs. G. Soysa	599,064	0.15
Mr. H.V. Pakianathan	370,143	0.09
Dr. H.S.D. Soysa	348,000	0.09
Mr. H. Beruwalage	344,088	0.08
Mr. D. Selvaraj	290,244	0.07
Mr.W.G Herath	253,282	0.06
Mr. D.T. Beruwalage	202,480	0.05
Mrs. P.D.A.S.K. Beruwalage	200,348	0.05
LOLC Finance PLC /A.D.M. Dharmasena	198,251	0.05
MR. D.C. Thantrimudali	195,000	0.05
Mr.T A S Dilshan	187,500	0.05
Mr. D.P. Nadaraja	184,774	0.05
Mr.S Ramachandra	159,472	0.04
MR. B W Kundanmal	126,100	0.03
	395,443,046	97.58

9 Directors and Chief Executive Officer's holding in Shares as at 31st December 2023

Name	Position	No: of Shares
Mr. C.P.Abeywickrema - Chairman	Chairman	-
Mr. K.R.P.Madusanka	Director	-
Mr.M.J.T.Waas	Director	-
Ms. Krystle Wijesuriya	Director	-
Dr. M.Nirmal De Silva	Director	-
Mr. Terrance Kumara	Chief Executive Officer	-
Total		-

10 Public Holding as at 31st December 2023

Public Holding percentage as at 31st December 2023 being 18.40% comprising of 10,083 shareholders

The Float adjusted market capitalisation as at 31st December 2023 – Rs.357,962,506

The Float adjusted market capitalization of the Company falls under Option 2 of Rule 7.13.1 (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.

11 Financial instruments

11.1 Analysis of financial instrument by measurement basis

As at 31st December 2023	Company			Total Rs. '000
	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments recognized through other comprehensive income (FVTOCI) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	
Assets				
Cash and cash equivalents	-	-	898,959	898,959
Balances with banks and financial institutions	-	-	1,504,555	1,504,555
Financial assets measured at amortised cost - Loans and advances	-	-	10,216,066	10,216,066
Investments in securities	471,375	23	-	471,398
Total Financial Assets	471,375	23	12,619,579	13,090,977
Liabilities				
Due to banks	-	-	677,834	677,834
Financial liabilities at amortised cost - due to depositors	-	-	10,418,335	10,418,335
Debt securities issued	-	-	18,250	18,250
Total Liabilities	-	-	11,114,419	11,114,419

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

11.1 Analysis of financial instrument by measurement basis (Continued)

Company				
As at 31.03.2023	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments recognized through other comprehensive income (FVTOCI) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets				
Cash and cash equivalents	-	-	561,607	561,607
Balances with banks and financial institutions	-	-	1,264,071	1,264,071
Financial assets measured at amortised cost - Loans and advances	-	-	8,318,103	8,318,103
Investments in securities	409,913	23	-	409,936
Total Financial Assets	409,913	23	10,143,782	10,553,718
Liabilities				
Due to banks	-	-	757,280	757,280
Financial liabilities at amortised cost - due to depositors	-	-	7,655,744	7,655,744
Debt securities issued	-	-	17,800	17,800
Total Liabilities	-	-	8,430,825	8,430,825
Group				
As at 31st December 2023	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments recognized through other comprehensive income (FVTOCI) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets				
Cash and cash equivalents	-	-	899,198	899,198
Balances with banks and financial institutions	-	-	1,504,555	1,504,555
Financial assets measured at amortised cost - Loans and advances	-	-	10,216,066	10,216,066
Investments in securities	471,375	23	-	471,398
Total Financial Assets	471,375	23	12,619,819	13,091,217
Liabilities				
Due to banks	-	-	677,834	677,834
Financial liabilities at amortised cost - due to depositors	-	-	10,418,335	10,418,335
Debt securities issued	-	-	18,250	18,250
Total Liabilities	-	-	11,114,419	11,114,419
Group				
As at 31.03.2023	Financial instruments recognized through profit or loss (FVTPL) Rs. '000	Financial instruments recognized through other comprehensive income (FVTOCI) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	Total Rs. '000
Assets				
Cash and cash equivalents	-	-	561,846	561,846
Balances with banks and financial institutions	-	-	1,264,071	1,264,071
Financial assets measured at amortised cost - Loans and advances	-	-	8,318,103	8,318,103
Investments in securities	409,913	23	-	409,936
Total Financial Assets	409,913	23	10,144,021	10,553,957
Liabilities				
Due to banks	-	-	757,280	757,280
Financial liabilities at amortised cost - due to depositors	-	-	7,655,744	7,655,744
Debt securities issued	-	-	17,800	17,800
Total Liabilities	-	-	8,430,825	8,430,825

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

11.2 Fair value measurement hierarchy

The following table shows the carrying amounts and fair values of financial assets and liabilities including their levels in the fair value hierarchy. It does not include fair value information for financial assets at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount Rs. '000		Fair value Rs. '000					
	Company	Group	Company			Group		
			Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets								
Financial assets measured at fair value								
Investment securities measured at FVTPL (note a)	471,375	471,398	3,861	467,514	-	3,861	467,514	-
Investment securities measured at FVOCI (note b)	23	-	-	-	23	-	-	23
	471,398	471,398	3,861	467,514	23	3,861	467,514	23
Financial assets not measured at fair value								
Loans and advances (note c)	10,216,066	10,216,066	-	-	-	-	-	-
Cash and cash equivalent (note d)	898,959	899,198	-	-	-	-	-	-
Placements with banks and financial institutions (note e)	1,504,555	1,504,555	-	-	-	-	-	-
	12,619,580	12,619,819	-	-	-	-	-	-
	13,090,978	13,091,217	3,861	467,514	23	3,861	467,514	23
Financial liabilities								
Financial liabilities not measured at fair value								
Due to banks (note f)	677,834	677,834	-	-	-	-	-	-
Deposits due to customers (note g)	10,418,335	10,418,335	-	-	-	-	-	-
Debt securities issued (note h)	18,250	18,250	-	-	-	-	-	-
Financial liabilities (note i)	232,314	233,144	-	-	-	-	-	-
Lease liabilities (note j)	171,344	171,344	-	-	-	-	-	-
	11,518,077	11,518,907	-	-	-	-	-	-
	11,518,077	11,518,907	-	-	-	-	-	-
31.03.2023								
Investment securities measured at FVTPL (note a)	409,913	409,913	6,698	2,524	-	6,698	2,524	-
Investment securities measured at FVOCI (note b)	23	23	-	-	23	-	-	23
	409,936	409,936	6,698	2,524	23	6,698	2,524	23
Financial assets not measured at fair value								
Loans and advances (note c)	8,318,103	10,216,066	-	-	-	-	-	-
Cash and cash equivalent (note d)	561,607	561,846	-	-	-	-	-	-
Placements with banks and financial institutions (note e)	1,264,071	1,264,071	-	-	-	-	-	-
	10,143,781	12,041,983	-	-	-	-	-	-
	10,553,717	12,451,920	6,698	2,524	23	6,698	2,524	23
Financial liabilities not measured at fair value								
Due to banks (note f)	757,280	757,280	-	-	-	-	-	-
Deposits due to customers (note g)	7,655,744	7,655,744	-	-	-	-	-	-
Debt securities issued (note h)	17,800	17,800	-	-	-	-	-	-
Financial liabilities (note i)	115,609	116,438	-	-	-	-	-	-
Lease liabilities (note j)	197,581	197,581	-	-	-	-	-	-
	8,744,015	8,744,844	-	-	-	-	-	-

The methodologies and assumptions used to estimate the fair values of the financial instruments, which are not carried at fair value are as follows:

- Investment securities measured at FVTPL – The carrying amount of these investments reflect last traded price at stock exchange and NDB Wealth Money Plus daily reports.
- Investment securities measured at FVOCI – The carrying amount of these shows investments in the Credit Information Bureau of Sri Lanka. As CRIB is a private company unable to find market values. It is assumed that the carrying amounts approximate their fair values.
- Loans and advances to customers – The carrying amount reflects amortised value of loan and advances. Thus its carrying amount approximates to the fair value
- Cash and cash equivalents – The carrying amount of cash and cash equivalents approximate its fair value due to the relatively short maturity of the financial instruments
- Placements with banks and financial institutions – The carrying amount of investment in fixed deposits approximate its fair value due to the relatively short maturity of the financial instruments;

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11.3 Fair value measurement hierarchy (Continued)

- f) Due to banks – Fair value of these financial instruments with remaining maturity of less than one year approximate their carrying amounts due to the relatively short maturity of such instruments;
- g) Deposits due to customers – The carrying amount reflecting amortised cost of deposits from customers. Thus its carrying amount approximates to the fair value
- h) Debt securities issued – Fair value of preference shares reflect market value with the consideration of 6% interest rate
- i) Financial liabilities – The carrying value is approximately its fair value of the financial instrument
- j) Lease liabilities – The carrying amount reflects the amortised cost of lease liabilities.

There were no transfers between Level 1 and Level 2 during the reporting period.

Level 3 Fair value measurement

The following table shows a reconciliation from the beginning balance to the ending balance for fair value measurement in level 3 of the fair value hierarchy

	Group Rs. "000		Company Rs. "000	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Balance at the beginning of the year	23	23	23	23
Changes in fair value during the period	-	-	-	-
Balance at the end of the year	23	23	23	23

12 Events occurring after the reporting date

There have been no material events occurring after the reporting date which require adjustments to or disclosure in these financial statements.

13 Commitments and contingencies

There are no significant capital commitments which have been approved or contracted for by the company as at 31st December 2023.

- Contingent liability has been decreased up to Rs 46,597,065 as at 31-12-2023 due to the decrease of Margin Trading un-utilized balances.

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14 New accounting standard amendments issued but not effective as at reporting date

The Institute of Chartered Accountants of Sri Lanka has issued following new Sri Lanka Accounting Standard amendments (SLFRSs/LKASs) which will become applicable for financial periods beginning on or after 1st January 2022. Accordingly, the Group and Company has not applied the following new standard amendments in preparing these Condensed Financial Statements.

These amended standards and interpretations are not expected to have a significant impact on the Group's and Company's financial statements.

Onerous Contracts – Cost of fulfilling a contract (amendments to LKAS 37)

Covid-19 Related Rent Concessions (amendments to SLFRS 16)

Property, Plant and Equipment: Proceeds before Intended Use (amendments to LKAS 16)

Reference to Conceptual Framework (amendments to SLFRS 3)

Classification of Liabilities as Current or Non-current (amendments to LKAS 1)

Annual improvements to SLFRS standards 2018-2020

Definition of accounting estimate (amendments to LKAS 8)

Disclosure of accounting policies (amendments to LKAS 1 and SLFRS practice statement 2)

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15 Segmental analysis

Rs. '000

For the Nine months ended 31st December	Leasing & Hire Purchases		Loans and Pawning		Margin Trading		Other		Total Group	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Income										
Interest income	1,047,432	555,557	762,024	545,043	104,903	125,242	346,186	161,079	2,260,545	1,386,920
Fee and commission income	35,389	18,552	0	-	-	-	-	-	35,389	18,552
Net income from other financial instruments at FVTPL	-	-	-	-	-	-	108,599	3,410	108,599	3,410
Other operating income	3,668	8,851	1,754	4,302	-	-	43,580	9,716	49,002	22,869
Gross revenue	1,086,490	582,960	763,779	549,345	104,903	125,242	498,365	174,205	2,453,535	1,431,750
Less: Interest expenses	577,436	317,902	428,420	299,089	67,471	43,640	422,267	191,420	1,495,595	852,050
Total operating income	509,053	265,058	335,358	250,256	37,432	81,602	76,097	(17,215)	957,940	579,700
Net impairment charges/(reversal)	135,509	84,139	(45,893)	14,361	108	11,038	-	-	89,723	109,538
Net operating income	373,545	180,919	381,252	235,896	37,324	70,564	76,097	(17,215)	868,217	470,162
Less: Operating Expenses	305,155	205,225	226,405	193,081	35,656	28,172	223,153	123,573	790,369	550,052
Segment results	68,390	(24,306)	154,847	42,815	1,668	42,391	(147,057)	(140,789)	77,848	(79,889)
Less: Tax on financial services	-	-	-	-	-	-	-	-	37,119	28,172
Less: Income tax expense	-	-	-	-	-	-	-	-	-	2,123
Profit/(loss) attributable to equity holders									40,729	(110,185)
As at 31st December										
Segment Assets	5,496,495	3,832,613	4,078,042	3,605,806	642,243	526,122	4,019,475	2,307,750	14,236,255	10,272,291
Total Assets	5,496,495	3,832,613	4,078,042	3,605,806	642,243	526,122	4,019,475	2,307,750	14,236,255	10,272,291
Segment Liabilities	4,447,350	2,816,600	3,299,645	2,649,918	519,655	386,649	3,252,257	1,695,973	11,518,907	7,549,139
Total Liabilities	4,447,350	2,816,600	3,299,645	2,649,918	519,655	386,649	3,252,257	1,695,973	11,518,907	7,549,139

CORPORATE INFORMATION

Name of Company PMF Finance PLC	Branch Offices Corporate Anuradhapura Kurunegala Negombo Trincomalee Kandy Matara Homagama Matugama Elpitiya Gampaha Wellawatta Matale Narahenpitiya	Related Party Transactions Review Committee Mr. C.P.Abeywickrema - Chairman Ms. Krystle Wijesuriya Mr.M.J.T.Waas
Legal Form Public Limited Liability Company (Incorporated and domiciled in Sri Lanka)		Bankers People's Bank National Development Bank PLC Cargills Bank Ltd Hatton National Bank PLC Commercial Bank PLC
Date of Incorporation 26 th January 1983		
Company Registration Number PQ 200		
Stock Exchange Listing The ordinary shares of the Company were quoted on the Colombo Stock Exchange (CSE) on 11th July 1994 on Main Board. Ordinary Shares has been transferred to Diri Savi Board with effect from July 02,2018.	Board of Directors and Board Sub-Committees Board of Directors Mr. C.P.Abeywickrema - Chairman Mr. K.R.P.Madusanka Mr.M.J.T.Waas Ms. Krystle Wijesuriya Dr. M.Nirmal De Silva	Subsidiary Company PMB Services Limited Vehicle Yard No.49, Wellawa, Kurunegala. Sri Lanka. Tax Payer Identity Number (TIN) 134000228
Accounting Year-End March -31	Integrated Risk Management Committee Mr. C.P.Abeywickrema - Chairman Mr. K.R.P.Madusanka Mr.M.J.T.Waas Dr. M.Nirmal De Silva	Central Bank Registration Number LFC/043 (Under the Finance Business Act No. 42 of 2011) 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.
Registered Office & Principle Place of Business No. 361,361/1, R.A.De Mel Mawatha, Colombo 03, Sri Lanka Telephone +94117666333/4 Email; info@pmf.lk Web Address; www.pmf.lk	Board Audit Committee Mr. K.R.P.Madusanka - Chairman Mr. C.P.Abeywickrema Mr.M.J.T.Waas Dr. Nirmal De Silva	Credit Rating B + (Stable) by Lanka Rating Agency
Registrars SSP Corporate Services (Pvt) Ltd No. 101, Inner Flower Road, Colombo 03, Sri Lanka Telephone; +94112573894, +94112576871 Fax; +94112573609 Email; sspsec@sltnet.lk	Remuneration Committee Mr. C.P.Abeywickrema - Chairman Mr. K.R.P.Madusanka Ms. Krystle Reid Wijesuriya Mr.M.J.T.Waas	
Auditors Ernst & Young Chartered Accountants 201, De Saram Place, P.O Box 101. Colombo 03.	Nomination Committee Mr. C.P.Abeywickrema - Chairman Mr. K.R.P.Madusanka Ms. Krystle Reid Wijesuriya	