

CONDENSED INTERIM FINANCIAL STATEMENTS



For the period ended 30th June 2024

PMF FINANCE PLC

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CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

As at,	Notes	Company			Group		
		30.06.2024 Unaudited Rs. '000	31.03.2024 Audited Rs. '000	Change %	30.06.2024 Unaudited Rs. '000	31.03.2024 Audited Rs. '000	Change %
Assets							
Cash and cash equivalents	11.1	434,326	673,411	(35.5)	434,326	673,411	(35.5)
Placements with banks and financial institutions	11.1	1,167,786	1,455,435	(19.8)	1,167,786	1,455,435	(19.8)
Financial assets measured at fair value	11.1	2,475,252	1,730,481	43.0	2,475,252	1,730,481	43.0
Financial assets measured at amortised cost - Loans and advances	11.1	12,469,078	11,242,525	10.9	12,469,078	11,242,525	10.9
Real estate inventories		57,846	56,905	1.7	57,846	56,905	1.7
Property, plant and equipment		287,654	268,886	7.0	287,654	268,886	7.0
Intangible assets		58,992	60,285	(2.1)	58,992	60,285	(2.1)
Right of use assets		176,030	168,098	4.7	176,030	168,098	4.7
Deferred tax assets		122,345	122,345	-	122,345	122,345	-
Other Assets		773,365	538,830	43.5	773,365	538,830	43.5
Total Assets		18,022,673	16,317,201	10.5	18,022,673	16,317,201	10.5
Liabilities							
Due to banks	11.1	1,882,596	1,741,718	8.1	1,882,596	1,741,718	8.1
Financial liabilities at amortised cost - due to depositors	11.1	12,590,724	11,238,015	12.0	12,590,724	11,238,015	12.0
Debt securities issued	11.1	18,550	18,400	0.8	18,550	18,400	0.8
Lease liabilities	11.2	180,586	170,393	6.0	180,586	170,393	6.0
Employee benefit obligation		17,922	16,205	10.6	17,922	16,205	10.6
Other liabilities		568,298	409,117	38.9	568,298	409,117	38.9
Total Liabilities		15,258,676	13,593,849	12.2	15,258,676	13,593,849	12.2
Equity							
Stated capital		3,762,054	3,762,054	(0.0)	3,762,054	3,762,054	(0.0)
Statutory reserve fund		21,202	21,202	(0.0)	21,202	21,202	(0.0)
Regulatory loss allowances reserve		54,173	54,173	0.00	54,173	54,173	0.00
Accumulated losses		(1,073,432)	(1,114,077)	3.6	(1,073,432)	(1,114,077)	3.6
Total Equity		2,763,997	2,723,352	1.5	2,763,997	2,723,352	1.5
Total Liabilities & Equity		18,022,673	16,317,201	10.5	18,022,673	16,317,201	10.5
Contingent liabilities and commitments		76,424	44,042	73.5	76,424	44,042	73.5
Net assets value per ordinary share (Rs.)		6.82	6.72	1.5	6.82	6.72	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.

Sgd.
Achan Chandula
Chief Manager-Finance

Sgd.
Ajith Medis
Designated 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.

Sgd.
Chandula Abeywickrema
Chairman

Sgd.
Rangana Koralage
Director

14th August 2024
Colombo

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS-COMPANY

As at,	For the three months ended			For the quarter ended		
	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	Change %	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	Change %
Gross Income	988,081	749,604	31.8	988,081	749,604	31.8
Interest income	921,168	691,815	33.2	921,168	691,815	33.2
Less: Interest expense	503,942	502,334	(0.3)	503,942	502,334	(0.3)
Net interest income	417,226	189,481	120.2	417,226	189,481	120.2
Fee and commission income	13,953	9,890	41.1	13,953	9,890	41.1
Net fair value gain from financial assets at FVTPL	25,340	39,855	(36.4)	25,340	39,855	(36.4)
Other operating income	27,620	8,044	243.4	27,620	8,044	243.4
Total operating income	484,139	247,270	95.8	484,139	247,270	95.8
Less: Impairment charges for loans and receivables and other losses	98,792	62,704	(57.6)	98,792	62,704	(57.6)
Net operating income	385,347	184,566	108.8	385,347	184,566	108.8
Less: Personnel Expenses	122,994	96,409	(27.6)	122,994	96,409	(27.6)
Depreciation of property, plant and equipment	14,617	10,713	(36.4)	14,617	10,713	(36.4)
Amortisation of intangible assets	1,292	(68)	1,989.8	1,292	(68)	1,989.8
Amortisation of right of use assets	15,524	12,824	(21.1)	15,524	12,824	(21.1)
Other expenses	170,457	111,584	(52.8)	170,457	111,584	(52.8)
Operating profit / (loss) before tax on financial services	60,463	(46,896)	228.9	60,463	(46,896)	228.9
Less : Tax on financial services	19,817	7,186	(175.8)	19,817	7,186	(175.8)
Profit/(loss) before income tax	40,646	(54,082)	175.2	40,646	(54,082)	175.2
(Less)/Add: Income tax (expense)/reversal	-	-	-	-	-	-
Profit/(loss) for the period	40,646	(54,082)	175.2	40,646	(54,082)	175.2
Basic earnings/(loss) per share - (Rs)	0.10	(0.13)	175.2	0.10	(0.13)	175.2

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS-GROUP

As at,	For the three months ended			For the quarter ended		
	30.06.2024	30.06.2023	Change %	30.06.2024	30.06.2023	Change %
	Unaudited Rs. '000	Unaudited Rs. '000		Unaudited Rs. '000	Unaudited Rs. '000	
Gross Income	988,081	749,604	31.8	988,081	749,604	31.8
Interest income	921,168	691,815	33.2	921,168	691,815	33.2
Less: Interest expense	503,942	502,334	(0.3)	503,942	502,334	(0.3)
Net interest income	417,226	189,481	120.2	417,226	189,481	120.2
Fee and commission income	13,953	9,890	41.1	13,953	9,890	41.1
Net fair value gain/(loss) from financial assets at FVTPL	25,340	39,855	(36.4)	25,340	39,855	(36.4)
Other operating income	27,620	8,044	243.4	27,620	8,044	243.4
Total operating income	484,139	247,270	95.8	484,139	247,270	95.8
Less: Net impairment charges/ (reversal) on financial assets	98,792	62,704	(57.6)	98,792	62,704	(57.6)
Net operating income	385,347	184,566	108.8	385,347	184,566	108.8
Less: Personnel Expenses	122,994	96,409	(27.6)	122,994	96,409	(27.6)
Depreciation of property, plant and equipment	14,617	10,713	(36.4)	14,617	10,713	(36.4)
Amortisation of intangible assets	1,292	(68)	(1,989.8)	1,292	(68)	(1,989.8)
Amortisation of right of use assets	15,524	12,824	(21.1)	15,524	12,824	(21.1)
Other expenses	170,457	111,584	(52.8)	170,457	111,584	(52.8)
Operating profit/(loss) before tax on financial services	60,463	(46,896)	228.9	60,463	(46,897)	228.9
Less : Tax on financial services	19,817	7,186	(175.8)	19,817	7,186	(175.8)
Profit/(loss) before income tax	40,646	(54,082)	175.2	40,646	(54,083)	175.2
(Less)/Add: Income tax (expense)/reversal	-	-	-	-	-	-
Profit/(loss) for the period	40,646	(54,082)	175.2	40,646	(54,082)	175.2
Basic earnings/(loss) per share - (Rs)	0.10	(0.39)	125.7	0.10	(0.17)	160.6

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

As at,	For the three months ended			For the quarter ended		
	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	Change %	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	Change %
Profit / (loss) for the period	40,646	(54,082)	175.2	40,646	(54,082)	175.2
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	40,646	(54,082)	175.2	40,646	(54,082)	175.2

Figures in brackets indicate deductions.

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

As at,	For the three months ended			For the quarter ended		
	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	Change %	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	Change %
Profit / (loss) for the period	40,646	(54,082)	175.2	40,646	(54,082)	175.2
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	40,646	(54,082)	175.2	40,646	(54,082)	175.2

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY - COMPANY

Company	Ordinary share capital	Reserve fund	Regulatory loss allowances reserve	Retained earnings	Total equity
<i>In thousands of rupees</i>					
Balance as at 01st April 2023	3,762,054	20,239		(1,072,884)	2,709,409
Loss for the period ended 30th June 2023	-	-		(54,082)	(54,082)
Other comprehensive income					
Total comprehensive income	-	-		(54,082)	(54,082)
Balance as at 30th June 2023	3,762,054	20,239		(1,126,966)	2,655,327
Balance as at 01st April 2024	3,762,054	21,202	54,173	(1,114,078)	2,723,351
Profit/(loss) for the year ended 30th June 2024	-	-		40,646	40,646
Other comprehensive income					
Total other comprehensive income	-	-		-	-
Total comprehensive income/(loss)	-	-		40,646	40,646
Total transactions with owners of the Company	-	-		-	-
Balance as at 30th June 2024	3,762,054	21,202	54,173	(1,073,432)	2,763,997

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN EQUITY - GROUP

Group	Stated capital	Reserve fund	Regulatory loss allowances reserve	Retained earnings	Total equity
<i>In thousands of rupees</i>					
Balance as at 01st April 2023	3,762,054	20,239		(1,072,884)	2,709,409
Loss for the period ended 30th June 2023	-	-		(54,082)	(54,082)
Total other comprehensive income	-	-		-	-
Total comprehensive income	-	-		(54,082)	(54,082)
Total contribution and distribution	-	-		-	-
Total transactions with owners of the Company	-	-		-	-
Balance as at 30th June 2023	3,762,054	20,239		(1,126,966)	2,655,327
Balance as at 01st April 2024	3,762,054	21,202	54,173	(1,114,078)	2,723,351
Profit/(loss) for the year ended 30th June 2024	-	-		40,646	40,646
Total other comprehensive income/(loss)	-	-		-	-
Total comprehensive income	-	-		40,646	40,646
Total transactions with owners of the Company	-	-		-	-
Balance as at 30th June 2024	3,762,054	21,202	54,173	(1,073,432)	2,763,997

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CASH FLOWS

As at,	COMPANY		GROUP	
	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000	30.06.2024 Unaudited Rs. '000	30.06.2023 Unaudited Rs. '000
Cash flows from operating activities				
Profit/(Loss) before tax	40,646	(54,082)	40,646	(54,313)
Adjustment for:				
- Depreciation and amortisation	15,909	23,469	15,909	23,469
- Profit on real estate sales	-	-	-	-
- Gain on derecognition of right-of-use assets	-	-	-	-
- Net gain on investment securities at FVPTL	(29,235)	(39,855)	(29,235)	(39,855)
- Net impairment loss on loans and advances	98,792	62,704	98,792	62,704
- Interest expense on preference shares	150	150	150	150
- Interest expense due to banks	-	-	-	-
- Interest expense on leases	30,181	8,106	30,181	8,106
- Dividend on equity securities at FVPTL	-	-	-	-
- Interest income	(96,288)	(108,863)	(96,288)	(108,863)
- Provision for retirement benefit obligation	3,849	579	3,849	579
- Loss / (Gain) on disposal of property, plant and equipment	(7)	(7)	(7)	(7)
				-
Net cash used in operating activities	63,997	(107,799)	63,997	(108,030)
Changes in				
Financial assets measured at amortised cost - Loans and advances	(1,325,345)	(383,308)	(1,325,644)	(383,308)
Other assets	(242,466)	7,933	(242,466)	7,933
Due to customers	1,352,708	1,852,455	1,352,708	1,852,455
Other liabilities	164,805	69,689	165,104	69,735
	13,699	1,438,970	13,699	1,438,786
Retiring gratuity paid	-	-	-	-
Income tax paid	-	-	-	-
Net cash generated from / (used in) operating activities	13,699	1,438,970	13,699	1,438,786
Cash flows from investing activities				
Interest income on short term investment	96,288	108,863	96,288	108,863
Net proceeds from investments in fixed deposits	287,649	(235,248)	287,649	(235,248)
Net proceeds from investments in securities	(715,536)	(510,000)	(715,536)	(510,000)
Acquisition of property, plant and equipment	(27,091)	(91,753)	(27,091)	(91,753)
Purchase of intangible assets	-	(564)	-	(564)
Proceeds from disposal of property, plant and equipment	-	-	-	-
Dividends received from investments	-	-	-	-
Net cash generated from / (used in) investing activities	(358,690)	(728,702)	(358,690)	(728,702)
Cash flows from financing activities				
Net proceeds from rights issue of shares	-	-	-	-
Net proceeds from Borrowing from due to banks	140,878	(116,795)	140,878	(116,795)
Lease rental payments	(34,972)	(29,621)	(34,972)	(29,621)
Net cash generated from / (used in) financing activities	105,905	(146,416)	105,905	(146,416)
Net increase in cash and cash equivalents	(239,085)	563,855	(239,085)	563,855
Cash and cash equivalents at beginning of the year	673,411	561,607	673,411	561,607
Cash and cash equivalents at the end of the year	434,326	1,125,462	434,326	1,125,462
Cash and cash equivalents at the end of the year				
Cash and cash equivalents	434,326	1,125,463	434,326	1,125,463
Bank overdraft	-	-	-	-
	434,326	1,125,463	434,326	1,125,463

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS

15 Segmental analysis

Rs. '000

As at 30th June	Leasing & Hire Purchases		Loans and Gold Loan		Margin Trading		Other		Total Group	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Income										
Interest income	463,010	292,229	332,442	249,894	33,198	35,904	117,858	113,787	946,508	691,814
Fee and commission income	13,953	9,890	0	-	-	-	-	-	13,953	9,890
Net income from other financial instruments at FVTPL	-	-	-	-	-	-	25,340	39,855	25,340	39,855
Other operating income	2,067	2,581	989	2,845	-	-	24,564	2,619	27,620	8,045
Gross revenue	479,031	304,700	333,431	252,739	33,198	35,904	167,763	156,261	1,013,421	749,603
Less: Interest expenses	188,694	146,217	146,601	137,564	14,166	20,072	154,481	198,481	503,942	502,334
Total operating income	290,337	158,483	186,830	115,175	19,032	15,832	13,282	(42,221)	509,479	247,269
Net impairment charges/(reversal)	60,093	58,912	37,907	(1,746)	792	5,537	-	-	98,792	62,703
Net operating income	230,244	99,572	148,923	116,922	18,239	10,295	13,282	(42,221)	410,687	184,566
Less: Operating Expenses	121,648	67,373	94,511	63,386	9,133	9,249	99,592	91,455	324,884	231,463
Segment results	108,596	32,199	54,412	53,536	9,106	1,046	(86,311)	(133,676)	85,803	(46,897)
Less: Tax on financial services	-	-	-	-	-	-	-	-	19,817	7,186
Less: Income tax expense	-	-	-	-	-	-	-	-	-	-
Profit/(loss) attributable to equity holders									65,987	(54,083)
As at 30th June										
Segment Assets	6,748,337	3,832,613	5,242,935	3,605,806	506,640	526,122	5,524,762	5,202,562	18,022,673	13,167,103
Total Assets	6,748,337	3,832,613	5,242,935	3,605,806	506,640	526,122	5,524,762	5,202,562	18,022,673	13,167,103
Segment Liabilities	5,713,397	3,069,569	4,438,867	2,887,917	428,940	421,375	4,677,472	4,166,771	15,258,676	10,545,632
Total Liabilities	5,713,397	3,069,569	4,438,867	2,887,917	428,940	421,375	4,677,472	4,166,771	15,258,676	10,545,632
<i>Figures in brackets indicate deductions.</i>										

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 2024/25 Audited Financial Statements.

4 Share capital

As at	30.06.2024	30.06.2023
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	30.06.2024	30.06.2023
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>	30.06.2024	30.06.2023
	Rs.	Rs.
Highest price during the quarter ended 30th June	6.30	5.80
Lowest price during the quarter ended 30th June	4.50	3.30
Closing price as at 30th June	5.20	3.80

7 Ratios

<u>Ratios</u>	As at 30.06.2024	As at 30.06.2023
Debt to equity ratio (times)	5.24	3.88
Interest cover (times)	1.08	0.89
Quick asset ratio (%)	7.17	20.77

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

8 Twenty Largest Ordinary Shareholders as at 30th June 2024

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.A.N Handunpathirana	610,100	0.15
Mr. Z.G. Carimjee	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. D Selvaraj	350,175	0.09
Dr. H.S.D. Soysa	348,000	0.09
Mr. H. Beruwalage	344,088	0.08
Mr. P.M.W.C Kumara	292,868	0.07
Mr. D.T. Beruwalage	202,480	0.05
Mrs. P.D.A.S.K. Beruwalage	200,348	0.05
Senkadagala Finance PLC/W.G Herath	199,536	0.05
MR. D.C. Thantrimudali	195,000	0.05
Mr.T A S Dilshan	187,500	0.05
LOLC Finance PLC /A.D.M. Dharmasena	185,000	0.05
Mr. D.P. Nadaraja	184,774	0.05
Mr.S.A.U.L Jayarathna	174,704	0.04
	395,628,080	97.63

9 Directors and Chief Executive Officer's holding in Shares as at 30th June 2024

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	-
Prof. Ajith Medis	Designated Chief Executive Officer	-
Total		-

10 Public Holding as at 30th June 2024

Public Holding percentage as at 30th June 2024 being 18.40% comprising of 10,028 shareholders

The Float adjusted market capitalisation as at 30th June 2024 – Rs.387,792,714

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 30th June 2024	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	-	-	434,326	434,326
Balances with banks and financial institutions	-	-	1,167,786	1,167,786
Financial assets measured at amortised cost - Loans and advances	-	-	12,469,078	12,469,078
Investments in securities	2,475,229	23	-	2,475,252
Total Financial Assets	2,475,229	23	14,071,189	16,546,441
Liabilities				
Due to banks	-	-	1,882,596	1,882,596
Financial liabilities at amortised cost - due to depositors	-	-	12,590,724	12,590,724
Debt securities issued	-	-	18,550	18,550
Total Liabilities	-	-	14,491,870	14,491,870

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11.1 Analysis of financial instrument by measurement basis (Continued)

As at 31st March 2024	Company			
	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	-	-	673,411	673,411
Balances with banks and financial institutions	-	-	1,455,435	1,455,435
Financial assets measured at amortised cost - Loans and advances	-	-	11,242,525	11,242,525
Investments in securities	1,730,458	23	-	1,730,481
Total Financial Assets	1,730,458	23	13,371,373	15,101,853
Liabilities				
Due to banks	-	-	1,741,718	1,741,718
Financial liabilities at amortised cost - due to depositors	-	-	11,238,015	11,238,015
Debt securities issued	-	-	18,400	18,400
Total Liabilities	-	-	12,998,134	12,998,134

As at 30th June 2024	Group			
	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	-	-	434,326	434,326
Balances with banks and financial institutions	-	-	1,167,786	1,167,786
Financial assets measured at amortised cost - Loans and advances	-	-	12,469,078	12,469,078
Investments in securities	2,475,229	23	-	2,475,252
Total Financial Assets	2,475,229	23	14,071,190	16,546,442
Liabilities				
Due to banks	-	-	1,882,596	1,882,596
Financial liabilities at amortised cost - due to depositors	-	-	12,590,724	12,590,724
Debt securities issued	-	-	18,550	18,550
Total Liabilities	-	-	14,491,870	14,491,870

As at 31st March 2024	Group			
	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	-	-	673,411	673,411
Balances with banks and financial institutions	-	-	1,455,435	1,455,435
Financial assets measured at amortised cost - Loans and advances	-	-	11,242,525	11,242,525
Investments in securities	1,730,458	23	-	1,730,481
Total Financial Assets	1,730,458	23	13,371,373	15,101,853
Liabilities				
Due to banks	-	-	1,741,718	1,741,718
Financial liabilities at amortised cost - due to depositors	-	-	11,238,015	11,238,015
Debt securities issued	-	-	18,400	18,400
Total Liabilities	-	-	12,998,134	12,998,134

CONDENSED INTERIM FINANCIAL STATEMENTS
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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.

As at 30.06.2024

	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)	2,475,229	2,475,229	863,943	1,611,286	-	863,943	1,611,286	-	
Investment securities measured at FVOCI (note b)	23	23	-	-	23	-	-	-	23
	2,475,252	2,475,252	863,943	1,611,286	23	863,943	1,611,286	23	
Financial assets not measured at fair value									
Loans and advances (note c)	12,469,078	12,469,078	-	-	-	-	-	-	-
Cash and cash equivalent (note d)	434,326	434,326	-	-	-	-	-	-	-
Placements with banks and financial institutions (note e)	1,167,786	1,167,786	-	-	-	-	-	-	-
	14,071,190	14,071,190	-	-	-	-	-	-	-
	16,546,442	16,546,442	863,943	1,611,286	23	863,943	1,611,286	23	

	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 liabilities									
Financial liabilities not measured at fair value									
Due to banks (note f)	1,882,596	1,882,596	-	-	-	-	-	-	-
Deposits due to customers (note g)	12,590,724	12,590,724	-	-	-	-	-	-	-
Debt securities issued (note h)	18,550	18,550	-	-	-	-	-	-	-
Financial liabilities (note i)	586,220	586,220	-	-	-	-	-	-	-
Lease liabilities (note j)	180,586	180,586	-	-	-	-	-	-	-
	15,258,676	15,258,676	-	-	-	-	-	-	-
	15,258,676	15,258,676	-	-	-	-	-	-	-

As at 31.03.2024

Investment securities measured at FVTPL (note a)	1,730,458	1,730,458	1,158,348	572,110	-	1,158,348	572,110	-	
Investment securities measured at FVOCI (note b)	23	23	-	-	23	-	-	-	23
	1,730,481	1,730,481	1,158,348	572,110	23	1,158,348	572,110	23	
Financial assets not measured at fair value									
Loans and advances (note c)	11,242,525	12,469,078	-	-	-	-	-	-	-
Cash and cash equivalent (note d)	673,411	673,411	-	-	-	-	-	-	-
Placements with banks and financial institutions (note e)	1,455,435	1,455,435	-	-	-	-	-	-	-
	13,371,372	14,597,925	-	-	-	-	-	-	-
	15,101,852	16,328,405	1,158,348	572,110	23	1,158,348	572,110	23	
Financial liabilities not measured at fair value									
Due to banks (note f)	1,741,718	1,741,718	-	-	-	-	-	-	-
Deposits due to customers (note g)	11,238,015	11,238,015	-	-	-	-	-	-	-
Debt securities issued (note h)	18,400	18,400	-	-	-	-	-	-	-
Financial liabilities (note i)	425,322	425,322	-	-	-	-	-	-	-
Lease liabilities (note j)	170,393	170,393	-	-	-	-	-	-	-
	13,593,849	13,593,849	-	-	-	-	-	-	-

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 First Capital and Cal Investment Fund 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;

CONDENSED INTERIM FINANCIAL STATEMENTS
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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	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
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 30th June 2024.

- Contingent liability has been Increase up to Rs 76,424,000 as at 31-03-2024 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)

CORPORATE INFORMATION

Name of Company

PMF Finance PLC

Legal Form

Public Limited Liability Company
(Incorporated and domiciled in Sri Lanka)

Date of Incorporation

26th 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.

Accounting Year-End

March -31

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

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

Auditors

Ernst & Young

Chartered Accountants

No.109, Galle Road, P.O Box 101
Colombo 03.

Branch Offices

Corporate - Colombo

Anuradhapura

Kurunegala

Negombo

Trincomalee

Kandy

Matara

Homagama

Matugama

Elpitiya

Gampaha

Wellawatta

Matale

Narahenpitiya

Galle

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

Mr. Rohan Pandithakorralage (appointed w.e.f 2nd July 2024)

Mr. K. M. D. B. Rekogama (appointed w.e.f 7th August 2024)

Integrated Risk Management Committee

Mr.M.J.T.Waas - Chairman (appointed as the Chairman w.e.f. 29th July 2024 upon re constitution of the board sub -committees)

Mr. C.P.Abeywickrema - (Chairman to the committee until 29th July 2024)

Mr. K.R.P.Madusanka

Dr. M.Nirmal De Silva

Board Audit Committee

Dr. M. Nirmal De Silva - Chairman (appointed as the Chairman w.e.f. 29th July 2024 upon re constitution of the Board Sub-committees)

Mr. C.P.Abeywickrema

Mr.M.J.T.Waas

Mr. K.R.P.Madusanka - (Chairman to the committee until 29th July 2024)

Nominations & Governance Committee

Mr. Rohan Pandithakorralage -Chairman (appointed w.e.f. 29th July 2024)

Mr. C.P.Abeywickrema - (Chairman to the committee until 29th July 2024)

Mr. K.R.P.Madusanka

Ms. Krystle Wijesuriya

Related Party Transactions Review Committee

Ms. Krystle Wijesuriya - Chairman (appointed as the Chairman w.e.f. 29th July 2024 upon re constitution of the board sub -committees)

Mr. C.P.Abeywickrema - (Chairman to the committee until 29th July 2024)

Mr.M.J.T.Waas

HR & Remuneration Committee

Mr. Rohan Pandithakorralage- Chairman (appointed w.e.f. 29th July 2024)

Mr. C.P.Abeywickrema - (Chairman to the committee until 29th July 2024)

Mr. K.R.P.Madusanka

Ms. Krystle Wijesuriya

Mr.M.J.T.Waas

Credit Committee

Mr. C.P.Abeywickrema (Chairman)

Mr. K.R.P.Madusanka

Mr. M.J.T.Waas

Dr. M.Nirmal De Silva

IT Steering Committee

Dr. M.Nirmal De Silva (Chairman)

Mr. K.R.P.Madusanka

Mr. M.J.T.Waas

Procurement Committee

Dr. M.Nirmal De Silva (Chairman)

Ms. Krystle Wijesuriya

Bankers

People's Bank

National Development Bank PLC

Cargills Bank Ltd

Hatton National Bank PLC

Commercial Bank PLC

Pan Asia Bank Corporation PLC

Subsidiary Company

PMB Services Limited

Vehicle Yard

No.479, Elvitigala Mawatha, Narahenpita.

Walawwatta, Waduragala, Kurunegala.

Sri Lanka.

Tax Payer Identity Number (TIN)

134000228

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.

Credit Rating

B + (Stable) by Lanka Rating Agency