

CONDENSED INTERIM FINANCIAL STATEMENTS



For the period ended 30th September 2024

PMF FINANCE PLC

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CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

As at,	Notes	Company			Group		
		30.09.2024 Unaudited Rs. '000	31.03.2024 Audited Rs. '000	Change %	30.09.2024 Unaudited Rs. '000	31.03.2024 Audited Rs. '000	Change %
Assets							
Cash and cash equivalents	11.1	243,777	673,411	(63.8)	243,777	673,411	(63.8)
Placements with banks and financial institutions	11.1	1,573,607	1,455,435	8.1	1,573,607	1,455,435	8.1
Investments in securities	11.1	2,203,529	1,730,481	27.3	2,203,529	1,730,481	27.3
Financial assets measured at amortised cost - Loans and advances	11.1	13,635,382	11,242,525	21.3	13,635,382	11,242,525	21.3
Real estate stock		56,295	56,905	(1.1)	56,295	56,905	(1.1)
Property, plant and equipment		312,380	268,886	16.2	312,380	268,886	16.2
Intangible assets		57,699	60,285	(4.3)	57,699	60,285	(4.3)
Right of use assets		185,364	168,098	10.3	185,364	168,098	10.3
Deferred tax assets		115,396	122,345	(5.7)	115,396	122,345	(5.7)
Other Assets		641,100	538,830	19.0	641,100	538,830	19.0
Total Assets		19,024,529	16,317,201	16.6	19,024,529	16,317,201	16.6
Liabilities							
Due to banks	11.1	2,306,268	1,741,718	32.4	2,306,268	1,741,718	32.4
Deposits due to customers	11.1	13,128,586	11,238,015	16.8	13,128,586	11,238,015	16.8
Debt securities issued	11.1	18,650	18,400	1.4	18,650	18,400	1.4
Lease liabilities	11.2	192,062	170,393	12.7	192,062	170,393	12.7
Employee benefit obligation		19,211	16,205	18.5	19,211	16,205	18.5
Other liabilities		526,269	409,117	28.6	526,667	409,515	28.6
Total Liabilities		16,191,046	13,593,849	19.1	16,191,445	13,594,247	19.1
Equity							
Ordinary share 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		94,359	54,173	74.18	94,359	54,173	74.18
Accumulated losses		(1,044,133)	(1,114,077)	6.3	(1,044,531)	(1,114,475)	6.3
Total Equity		2,833,483	2,723,352	4.0	2,833,085	2,722,954	4.0
Total Liabilities & Equity		19,024,529	16,317,201	16.6	19,024,529	16,317,201	16.6
Contingent liabilities and commitments		61,160	44,042	38.9	61,160	44,042	38.9
Net assets value per ordinary share (Rs.)		6.99	6.72	4.0	6.99	6.72	4.0
CERTIFICATION							
We certify that the above interim financial statements are in compliance with the requirement of the Companies Act No 07 of 2007.							
Sgd. Amila Bandara Head of Finance		Sgd. Ajith Medis 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. Nirmal De Silva Director					
13th November 2024 Colombo							

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS-COMPANY

	For the Six months ended			For the quarter ended		
	30.09.2024	30.09.2023	Change %	30.09.2024	30.09.2023	Change %
	Unaudited Rs. '000	Unaudited Rs. '000		Unaudited Rs. '000	Unaudited Rs. '000	
Gross Income	2,014,308	1,582,629	27.28	1,028,479	833,024	23.5
Interest income	1,869,000	1,457,012	28.28	950,629	765,197	24.2
Less: Interest expense	979,397	1,020,904	(4.07)	475,982	518,570	8.2
Net interest income	889,603	436,108	103.99	474,646	246,627	92.5
Fee and commission income	32,142	21,242	51.31	18,189	11,351	60.2
Unit Trsut Investment Income	63,832	83,027	(23.12)	38,221	43,172	(11.5)
Other operating income	49,335	21,348	131.10	21,441	13,304	61.2
Total operating income	1,034,911	561,725	84.24	552,497	314,454	75.7
Less: Impairment charges for loans and receivables and other losses	165,424	67,039	(146.76)	66,632	4,335	(1437.1)
Net operating income	869,486	494,686	75.77	485,864	310,119	56.7
Less: Personnel Expenses	262,991	198,997	(32.16)	138,714	102,588	(35.2)
Depreciation of property, plant and equipment	30,339	23,460	(29.32)	15,723	12,746	(23.4)
Amortisation of intangible assets	2,585	1,434	(80.24)	1,292	1,503	14.0
Amortisation of right of use assets	33,597	25,498	(31.76)	17,781	12,674	(40.3)
Other expenses	365,249	231,292	(57.92)	199,261	119,709	(66.5)
Operating profit / (loss) before tax on financial services	174,726	14,005	(1,147.59)	113,092	60,899	(85.7)
Less : Tax on financial services	57,646	20,630	(179.43)	36,659	13,443	(172.7)
Profit /(loss) before income tax	117,080	(6,625)	1,867.24	76,434	47,456	(61.1)
(Less)/Add: Income tax (expense)/reversal	(6,949)	-	-	(6,949)	-	-
Profit/(loss) for the period	110,130	(6,625)	1,762.35	69,484	47,456	(46.4)
Basic earnings/(loss) per share - (Rs)	0.27	(0.02)	1,458.62	0.17	0.12	(42.9)

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF PROFIT OR LOSS-GROUP

	For the Six months ended			For the quarter ended		
	30.09.2024	30.09.2023	Change %	30.09.2024	30.09.2023	Change %
	Unaudited Rs. '000	Unaudited Rs. '000		Unaudited Rs. '000	Unaudited Rs. '000	
Gross Income	2,014,308	1,582,629	27.3	1,028,479	833,024	23.5
Interest income	1,869,000	1,457,012	28.3	950,629	765,197	24.2
Less: Interest expense	979,397	1,020,904	4.1	475,982	518,570	8.2
Net interest income	889,603	436,108	104.0	474,646	246,627	92.5
Fee and commission income	32,142	21,242	51.3	18,189	11,351	60.2
Net fair value gain/(loss) from financial assets at FVTPL	63,832	83,027	(23.1)	38,221	43,172	(11.5)
Other operating income	49,335	21,348	131.1	21,441	13,304	61.2
Total operating income	1,034,911	561,725	84.2	552,497	314,454	75.7
Less: Net impairment charges/ (reversal) on financial assets	165,424	67,039	(146.8)	66,632	4,335	(1,437.1)
Net operating income	869,486	494,686	75.8	485,864	310,119	56.7
Less: Personnel Expenses	262,991	198,997	(32.2)	138,714	102,588	(35.2)
Depreciation of property, plant and equipment	30,339	23,460	(29.3)	15,723	12,746	(23.4)
Amortisation of intangible assets	2,585	1,434	(80.2)	1,292	1,503	14.0
Amortisation of right of use assets	33,597	25,498	(31.8)	17,781	12,674	(40.3)
Other expenses	365,249	231,292	(57.9)	199,261	119,709	(66.5)
Operating profit/(loss) before tax on financial services	174,726	14,005	1,147.6	113,092	60,899	85.7
Less : Tax on financial services	57,646	20,630	(179.4)	36,659	13,443	(172.7)
Profit/(loss) before income tax	117,080	(6,625)	1,867.2	76,434	47,456	61.1
(Less)/Add: Income tax (expense)/reversal	(6,949)	-	-	(6,949)	-	-
Profit/(loss) for the period	110,130	(6,625)	1,762.3	69,484	47,457	46.4
Basic earnings/(loss) per share - (Rs)	0.27	(0.02)	1,458.6	0.17	0.12	42.9

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

<i>As at,</i>	For the Six months ended			For the quarter ended		
	30.09.2024 Unaudited Rs. '000	30.09.2023 Unaudited Rs. '000	Change %	30.09.2024 Unaudited Rs. '000	30.09.2023 Unaudited Rs. '000	Change %
Profit / (loss) for the period	110,130	(6,625)	1,762.3	69,484	47,456	(46.4)
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	110,130	(6,625)	1,762.3	69,484	47,456	46.4

Figures in brackets indicate deductions.

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

<i>As at,</i>	For the Six months ended			For the quarter ended		
	30.09.2024 Unaudited Rs. '000	30.09.2023 Unaudited Rs. '000	Change %	30.09.2024 Unaudited Rs. '000	30.09.2023 Unaudited Rs. '000	Change %
Profit / (loss) for the period	110,130	(6,625)	1,762.3	69,484	47,457	(46.4)
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	110,130	(6,625)	1,762.3	69,484	47,457	(46.4)

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	-	(1,071,339)	2,710,954
Loss for the six month ended 30th September 2023	-	-		(6,625)	(6,625)
Other comprehensive income					
Total comprehensive income	-	-		(6,625)	(6,625)
Balance as at 30th September 2023	3,762,054	20,239	-	(1,077,964)	2,704,329
Balance as at 01st April 2024	3,762,054	21,202	54,173	(1,114,077)	2,723,352
Profit for the six month ended 30th September 2024	-	-		110,130	110,130
Other comprehensive income					
Total other comprehensive income	-	-		-	-
Total comprehensive income /(loss)	-	-		110,130	110,130
Transfers to the regulatory loss allowances reserve			40,186	(40,186)	
Total transactions with owners of the Company	-	-		-	-
Balance as at 30th September 2024	3,762,054	21,202	94,359	(1,044,133)	2,833,483

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	-	(1,071,929)	2,710,364
Loss for the six month ended 30th September 2023	-	-		(6,625)	(6,625)
Total other comprehensive income	-	-		-	-
Total comprehensive income	-	-		(6,625)	(6,625)
Total contribution and distribution	-	-		-	-
Total transactions with owners of the Company	-	-		-	-
Balance as at 30th September 2023	3,762,054	20,239	-	(1,078,554)	2,703,739
Balance as at 01st April 2024	3,762,054	21,202	54,173	(1,114,475)	2,722,954
Profit for the six month ended 30th September 2024	-	-		110,130	110,130
Total other comprehensive income/(loss)	-	-		-	-
Total comprehensive income	-	-		110,130	110,130
Transfers to the regulatory loss allowances reserve			40,186	(40,186)	-
Total transactions with owners of the Company	-	-		-	-
Balance as at 30th September 2024	3,762,054	21,202	94,359	(1,044,531)	2,833,085

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS
STATEMENT OF CASH FLOWS

As at,	COMPANY		GROUP	
	30.09.2024 Unaudited Rs. '000	30.09.2023 Unaudited Rs. '000	30.09.2024 Unaudited Rs. '000	30.09.2023 Unaudited Rs. '000
Cash flows from operating activities				
Profit/(Loss) before tax	117,080	(6,625)	117,080	(6,625)
Adjustment for:				
- Depreciation and amortisation	66,521	50,392	66,521	50,392
- Net gain on investment securities at FVPTL	(63,832)	(82,989)	(63,832)	(82,989)
- Net impairment loss on loans and advances	165,424	67,039	165,424	67,039
- Interest expense on preference shares	250	300	250	300
- Interest expense due to banks	150,756	-	150,756	-
- Interest expense on leases	15,183	15,699	15,183	15,699
- Dividend on equity securities at FVPTL	(72)	-	(72)	-
- Interest income	(96,695)	(242,151)	(96,695)	(242,151)
- Provision for retirement benefit obligation	3,697	1,129	3,697	1,129
- Loss / (Gain) on disposal of property, plant and equipment	-	(7)	-	(7)
Net cash used in operating activities	358,312	(197,213)	358,312	(197,213)
Changes in				
Financial assets measured at amortised cost - Loans and advances	(2,558,281)	(929,498)	(2,558,281)	(929,498)
Other assets	(102,270)	(93,452)	(102,270)	(93,452)
Due to customers	1,890,570	2,381,013	1,890,570	2,381,013
Other liabilities	117,152	86,646	117,152	86,646
Retiring gratuity paid	(294,517)	1,247,496	(294,517)	1,247,496
Interest paid due to bank	(796)	(2,631)	(796)	(2,631)
Interest paid due to bank	(150,756)	-	(150,756)	-
Net cash generated from / (used in) operating activities	(446,069)	1,244,865	(446,069)	1,244,865
Cash flows from investing activities				
Interest income on short term investment	96,695	242,151	96,695	242,151
Net proceeds from investments in fixed deposits	(118,171)	(449,733)	(118,171)	(449,733)
Net proceeds from investments in securities	(409,217)	7,287	(409,217)	7,287
Acquisition of property, plant and equipment	(43,494)	(11,770)	(43,494)	(11,770)
Purchase of intangible assets	2,586	(86,703)	2,586	(86,703)
Dividends received from investments	72	-	72	-
Net cash generated from / (used in) investing activities	(471,529)	(298,768)	(471,529)	(298,768)
Cash flows from financing activities				
Net proceeds from Borrowing from due to banks	735,153	(189,752)	735,153	(189,752)
Lease rental payments	(38,176)	(35,849)	(38,176)	(35,849)
Net cash generated from / (used in) financing activities	696,977	(225,601)	696,977	(225,601)
Net increase in cash and cash equivalents	(220,621)	720,496	(220,621)	720,496
Cash and cash equivalents at beginning of the year	464,397	561,607	464,397	561,846
Cash and cash equivalents at the end of the year	243,777	1,282,103	243,777	1,282,342
Cash and cash equivalents at the end of the year				
Cash and cash equivalents	243,777	1,282,103	243,777	1,282,342
Cash and cash equivalents	243,777	1,282,103	243,777	1,282,342

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 2023/24 Audited Financial Statements.

4 Share capital

As at	30.09.2024	31.03.2024
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	30.09.2024	31.03.2024
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

Market Price	30.09.2024 Rs.	30.09.2023 Rs.
Highest	5.40	5.80
Lowest	4.00	4.30
Closing	5.00	4.80

7 Ratios

Ratios	As at 30.09.2024	As at 31.03.2024
Debt to equity ratio (times)	5.45	6.43
Interest cover (times)	1.28	1.12
Return on Assets	1.16	1.33

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

8 Twenty Largest Ordinary Shareholders as at 30th September 2024

Name of the Share Holder	No: of Shares	%
Sterling Capital Investments (Private) Limited	330,714,052.00	81.60
Peoples Bank	33,856,246.00	8.35
People'S Leasing & Finance Plc	25,014,002.00	6.17
Mr. L. De Fonseka	1,000,000.00	0.25
Mr. A.N. Handunpathirana	674,283.00	0.17
Mr. Z.G. Carimjee	600,000.00	0.15
People'S Leasing & Finance Plc/Dr.H.S.D.Soyso & Mrs.G.Soyso	599,064.00	0.15
Mr. H.V. Pakianathan	370,143.00	0.09
Mr. D. Selvaraj	350,175.00	0.09
Dr. H.S.D. Soysa	348,000.00	0.09
Mr. H. Beruwalage	344,088.00	0.08
Mr. P.M.W.C. Kumara	284,048.00	0.07
Mr. D.T. Beruwalage	202,480.00	0.05
Mrs P.D.A.S.K. Beruwalage	200,348.00	0.05
Senkadagala Finance Plc/W.G.Herath	199,536.00	0.05
Mr. D.C. Thantrimudali	195,000.00	0.05
Mr. T.A.S. Dilshan	187,500.00	0.05
Lolc Finance Plc/A.D.M. Dharmasena	185,000.00	0.05
Mr. D.P. Nadaraja	184,774.00	0.05
Mr. S.A.U.L. Jayarathna	174,704.00	0.04
	395,683,443	97.65

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

Name	Position	No: of Shares
Chandula Palith Abeywickrema	Chairman	-
Moderage Joseph Travis Waas	Director	-
Krystle Reid Wijesuriya	Director	-
Michael Nirmal De Silva	Director	-
Rohan Gerald Pandithakorlage - (appointed w.e.f. 2nd July 2024)	Director	-
Kariyapperu Mudiyansele Dharmasiri Bandara Rekogama - (appointed w.e.f. 7th August 2024)	Director	-
Weerasinghe Mudiyansele Kanishka Lilantha Weerasinghe - (appointed w.e.f. 26th September 2024)	Director	-
Ashoka Goonesekere - (appointed w.e.f. 26th September 2024)	Director	-
Koralage Rangana Pubudu Madusanka - (resigned w.e.f. 30th September 2024)	Director	-
Lokugamhewage Terrance Kumara - (resigned w.e.f. 30th September 2024)	CEO	-
Lansage Ajith Prasanna Medis - (appointed as CEO w.e.f. 1st October 2024)	Designated CEO	-
Total		-

10 Public Holding as at 30th September 2024

Public Holding percentage as at 30th September 2024 being 18.403% comprising of 10,007 shareholders

The Float adjusted market capitalisation as at 30th September 2024 – Rs.372,877,610

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 September 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	-	-	243,777	243,777
Balances with banks and financial institutions	-	-	1,573,607	1,573,607
Financial assets measured at amortised cost - Loans and advances	-	-	13,635,382	13,635,382
Investments in securities	2,203,506	23	-	2,203,529
Total Financial Assets	2,203,506	23	15,452,765	17,656,293
Liabilities				
Due to banks	-	-	2,306,268	2,306,268
Financial liabilities at amortised cost - due to depositors	-	-	13,128,586	13,128,586
Debt securities issued	-	-	18,650	18,650
Total Liabilities	-	-	15,453,504	15,453,504

CONDENSED INTERIM FINANCIAL STATEMENTS
EXPLANATORY NOTES

11.1 Analysis of financial instrument by measurement basis (Continued)

Company				
As at 31.03.2024	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	15,101,852
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
Group				
As at 30th September 2024	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	-	-	243,777	243,777
Balances with banks and financial institutions	-	-	1,573,607	1,573,607
Financial assets measured at amortised cost - Loans and advances	-	-	13,635,382	13,635,382
Investments in securities	2,203,506	23	-	2,203,529
Total Financial Assets	2,203,506	23	15,452,766	17,656,294
Liabilities				
Due to banks	-	-	2,306,268	2,306,268
Financial liabilities at amortised cost - due to depositors	-	-	13,128,586	13,128,586
Debt securities issued	-	-	18,650	18,650
Total Liabilities	-	-	15,453,504	15,453,504
Group				
As at 31.03.2024	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

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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 30th September 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)	2,203,506	2,203,506	3,953	2,199,552	-	3,953	2,199,552	-	
Investment securities measured at FVOCI (note b)	23	23	-	-	23	-	-	23	
	2,203,529	2,203,529	3,953	2,199,552	23	3,953	2,199,552	23	
Financial assets not measured at fair value									
Loans and advances (note c)	13,635,382	13,635,382	-	-	-	-	-	-	
Cash and cash equivalent (note d)	243,777	243,777	-	-	-	-	-	-	
Placements with banks and financial institutions (note e)	1,573,607	1,573,607	-	-	-	-	-	-	
	15,452,766	15,452,766	-	-	-	-	-	-	
	17,656,294	17,656,294	3,953	2,199,552	23	3,953	2,199,552	23	
Financial liabilities									
Financial liabilities not measured at fair value									
Due to banks (note f)	2,306,268	2,306,268	-	-	-	-	-	-	
Deposits due to customers (note g)	13,128,586	13,128,586	-	-	-	-	-	-	
Debt securities issued (note h)	18,650	18,650	-	-	-	-	-	-	
Financial liabilities (note i)	545,480	545,878	-	-	-	-	-	-	
Lease liabilities (note j)	192,062	192,062	-	-	-	-	-	-	
	16,191,047	16,191,445	-	-	-	-	-	-	
	16,191,047	16,191,445	-	-	-	-	-	-	
As at 31st March 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 measured at fair value									
Investment securities measured at FVTPL (note a)	1,730,458	1,730,458	4,309	1,726,148	-	4,309	1,726,148	-	
Investment securities measured at FVOCI (note b)	23	23	-	-	23	-	-	23	
	1,730,481	1,730,481	4,309	1,726,148	23	4,309	1,726,148	23	
Financial assets not measured at fair value									
Loans and advances (note c)	11,242,525	11,242,525	-	-	11,169,779	-	-	11,169,779	
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	13,371,372	-	-	11,169,779	-	-	11,169,779	
	15,101,852	15,101,852	4,309	1,726,148	11,169,802	4,309	1,726,148	11,169,802	
Financial liabilities not measured at fair value									
Due to banks (note f)	1,741,718	1,741,718	-	-	1,860,885	-	-	1,860,885	
Deposits due to customers (note g)	11,238,015	11,238,015	-	-	12,295,247	-	-	12,295,247	
Debt securities issued (note h)	18,400	18,400	-	-	-	-	-	-	
Lease liabilities (note j)	170,393	170,393	-	-	-	-	-	-	
	13,168,527	13,168,527	-	-	14,156,132	-	-	14,156,132	

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 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	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
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	<u>23</u>	<u>23</u>	<u>23</u>	<u>23</u>

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 September 2024.

- Contingent liability has been increased up to Rs 61,159,603 as at 30-09-2024 due to the increased 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.

The new and amended standards and interpretations that are issued up to the date of issuance of the Company's financial statements but are not effective for the current annual reporting period, are disclosed below. The Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective

Classification of Liabilities as Current or Non-current - Amendment to LKAS 1

Disclosures: Supplier Finance Arrangements - Amendments to LKAS 7 and SLFRS 7

Lease Liability in a Sale and Leaseback - Amendment to SLFRS 16

International Tax Reform—Pillar Two Model Rule - Amendments to LKAS 12

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15 Segmental analysis

Rs. '000

For the Year ended 30th September	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	987,620	648,820	660,870	487,006	59,051	71,586	161,459	249,600	1,869,000	1,457,013
Fee and commission income	32,142	21,242	-	-	-	-	-	-	32,142	21,243
Net income from other financial instruments at FVTPL	-	-	-	-	-	-	63,832	83,027	63,832	83,028
Other operating income	36,673	8,370	10,631	4,002	-	-	2,028	8,976	49,332	21,349
Gross revenue	1,056,435	678,432	671,502	491,008	59,051	71,586	227,318	341,603	2,014,305	1,582,631
Less: Interest expenses	418,417	371,659	338,018	271,050	40,772	41,455	182,190	336,740	979,397	1,020,904
Total operating income	638,017	306,773	333,483	219,958	18,279	30,131	45,128	4,862	1,034,908	561,727
Net impairment charges/(reversal)	91,732	87,297	51,413	(28,412)	22,279	8,154	-	-	165,425	67,039
Net operating income	546,286	219,476	282,070	248,370	(4,000)	21,977	45,128	4,862	869,483	494,688
Less: Operating Expenses	324,447	174,992	281,623	127,621	16,175	19,519	72,515	158,551	694,759	480,683
Segment results	221,839	44,484	447	120,749	(20,175)	2,458	(27,388)	(153,689)	174,724	14,005
Less: Tax on financial services	-	-	-	-	-	-	-	-	57,646	20,630
Less: Income tax expense	-	-	-	-	-	-	-	-	6,949	-
Profit/(loss) attributable to equity holders									110,130	(6,625)
As at 30th September										
Segment Assets	7,269,747	4,987,171	5,997,636	3,637,127	441,049	556,269	5,316,098	4,518,373	19,024,529	13,698,940
Total Assets	7,269,747	4,987,171	5,997,636	3,637,127	441,049	556,269	5,316,098	4,518,373	19,024,529	13,698,940
Segment Liabilities	6,187,002	4,015,163	5,104,357	2,928,245	375,359	447,851	4,524,327	3,637,099	16,191,046	11,028,358
Total Liabilities	6,187,002	4,015,163	5,104,357	2,928,245	375,359	447,851	4,524,327	3,637,099	16,191,445	11,028,358

Figures in brackets indicate deductions.

CORPORATE INFORMATION

Name of Company PMF Finance PLC	Branch Offices Corporate Anuradhapura Kurunegala Negombo Trincomalee Kandy Matara Homagama Matugama Elpitiya Gampaha Wellawatta Matale Narahenpitiya Galle	Related Party Transactions Review Committee Ms. Krystle Wijesuriya - (Chairman) Mr. C.P.Abeywickrema Mr.M.J.T.Waas
Legal Form Public Limited Liability Company (Incorporated and domiciled in Sri Lanka)		Credit Committee Mr. C.P.Abeywickrema - (Chairman) Mr.M.J.T.Waas Dr. M. N. De Silva Mr. K. M. D. B. Rekogama (appointed w.e.f. 4th October 2024) Mr. K.R.P.Madusanka (ceased to be a member w.e.f. 30th September 2024)
Date of Incorporation 26 th January 1983		IT Steering Committee Dr. M. N. De Silva - (Chairman) Mr.M.J.T.Waas Mr. K. M. D. B. Rekogama (appointed w.e.f. 4th October 2024) Mr. K.R.P.Madusanka (ceased to be a member w.e.f. 30th September 2024)
Company Registration Number PQ 200	Board of Directors and Board Sub-Committees	Procurement Committee Dr. M. N. De Silva - (Chairman) Ms. K. R. Wijesuriya
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 Mr. C.P.Abeywickrema (Chairman) Mr. K.R.P.Madusanka (resigned w.e.f. 30th September 2024) Mr.M.J.T.Waas Dr. M. N. De Silva Ms. K. R. Wijesuriya Mr. R. G. Pandithakoralage Mr. K. M. D. B. Rekogama Mr. A. Goonesekere (appointed w.e.f 26th September 2024) Mr. W. M. K. L. Weerasinghe (appointed w.e.f 26th September 2024)	Bankers People's Bank National Development Bank PLC Cargills Bank Ltd Hatton National Bank PLC Commercial Bank PLC Pan Asia Bank Corporation PLC
Accounting Year-End March -31	Integrated Risk Management Committee Mr.M.J.T.Waas - (Chairman) Mr. C.P.Abeywickrema Dr. M. N. De Silva Mr. A. Goonesekere (appointed w.e.f. 4th October 2024) Mr. K.R.P.Madusanka (ceased to be a member w.e.f. 30th September 2024)	Subsidiary Company PMB Services Limited
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 Dr. M. N. De Silva (Chairman) Mr. C.P.Abeywickrema Mr.M.J.T.Waas Mr. A. Goonesekere (appointed w.e.f. 4th October 2024) Mr. K.R.P.Madusanka (ceased to be a member w.e.f. 30th September 2024)	Vehicle Yard No.479, Elvitigala Mawatha, Narahenpita. Walawwatta, Waduragala, Kurunegala. Sri Lanka.
Registrars SSP Corporate Services (Pvt) Ltd No. 101, Inner Flower Road, Colombo 03, Sri Lanka Telephone; +94112573894, +94112576871 Fax; +94112573609 Email; sspsec@sltnet.lk	HR & Remuneration Committee Mr. R. G. Pandithakoralage (Chairman) Mr. C.P.Abeywickrema Mr.M.J.T.Waas Ms. K. R. Wijesuriya Mr. W. M. K. L. Weerasinghe - (appointed w.e.f. 4th October 2024) Mr. K.R.P.Madusanka (ceased to be a member w.e.f. 30th September 2024)	Tax Payer Identity Number (TIN) 134000228
Auditors Ernst & Young Chartered Accountants No.109, Galle Road, P.O Box 101 Colombo 03.	Nominations & Governance Committee Mr. R. G. Pandithakoralage - (Chairman) Mr. C.P.Abeywickrema Ms. K. R. Wijesuriya Mr. K.R.P.Madusanka (ceased to be a member w.e.f. 30th September 2024)	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