

# CONDENSED INTERIM FINANCIAL STATEMENTS

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*For the period ended 31st March 2024*





PMF FINANCE PLC

## **Contents**

### **Interim Financial Information**

Condensed Statement of Financial Position	03
Condensed Statement of Profit or Loss	04
Statement of Profit or Loss - Group	05
Condensed Statement of Comprehensive Income - Company	06
Condensed Statement of Comprehensive Income - Group	07
Condensed Statement of Changes in Equity - Company	08
Condensed Statement of Changes in Equity - Group	09
Condensed Statement of Cash Flows	10
Explanatory Notes	11
Segmental Analysis	17
Corporate Information	18

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION**

As at,	Notes	Company			Group		
		31.03.2024	31.03.2023	Change %	31.03.2024	31.03.2023	Change %
		Unaudited Rs. '000	Audited Rs. '000		Unaudited Rs. '000	Audited Rs. '000	
<b>Assets</b>							
Cash and cash equivalents	11.1	1,518,563	561,607	170.4	1,518,802	561,846	170.3
Placements with banks and financial institutions	11.1	756,148	1,264,071	(40.2)	756,148	1,264,071	(40.2)
Financial assets measured at fair value	11.1	1,276,443	409,936	211.4	1,276,443	409,936	211.4
Financial assets measured at amortised cost - Loans and advances	11.1	11,257,029	8,318,103	35.3	11,257,029	8,318,103	35.3
Real estate inventories		53,535	55,859	(4.2)	53,535	55,859	(4.2)
Property, plant and equipment		269,489	169,495	59.0	269,489	169,495	59.0
Intangible assets		60,284	44,239	36.3	60,284	44,239	36.3
Right of use assets		135,757	173,662	(21.8)	135,757	173,662	(21.8)
Deferred tax assets		108,775	79,874	36.2	108,775	79,874	36.2
Other Assets		653,158	344,376	89.7	653,158	344,376	89.7
<b>Total Assets</b>		<b>16,089,181</b>	<b>11,421,222</b>	<b>40.9</b>	<b>16,089,418</b>	<b>11,421,461</b>	<b>40.9</b>
<b>Liabilities</b>							
Due to banks	11.1	1,513,224	757,280	99.8	1,513,224	757,280	99.8
Financial liabilities at amortised cost - due to depositors	11.1	11,237,972	7,655,744	46.8	11,237,972	7,655,744	46.8
Debt securities issued	11.1	18,400	17,800	3.4	18,400	17,800	3.4
Lease liabilities	11.2	168,921	197,581	(14.5)	168,921	197,581	(14.5)
Employee benefit obligation		16,206	12,249	32.3	16,206	12,249	32.3
Other liabilities		358,734	103,360	247.1	359,560	104,189	245.1
<b>Total Liabilities</b>		<b>13,313,457</b>	<b>8,744,016</b>	<b>52.3</b>	<b>13,314,283</b>	<b>8,744,844</b>	<b>52.3</b>
<b>Equity</b>							
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		(1,006,569)	(1,105,087)	8.9	(1,007,159)	(1,105,676)	8.9
<b>Total Equity</b>		<b>2,775,724</b>	<b>2,677,206</b>	<b>3.7</b>	<b>2,775,135</b>	<b>2,676,617</b>	<b>3.7</b>
<b>Total Liabilities &amp; Equity</b>		<b>16,089,181</b>	<b>11,421,222</b>	<b>40.9</b>	<b>16,089,418</b>	<b>11,421,461</b>	<b>40.9</b>
Contingent liabilities and commitments		46,597	94,159	(50.5)	46,597	94,159	(50.5)
Net assets value per ordinary share (Rs.)		6.85	6.61	3.7	6.85	6.61	3.7
<b>CERTIFICATION</b>							
We certify that the above interim financial statements are in compliance with the requirement of the Companies Act No 07 of 2007.							
 <b>Achan Chandula</b> Chief Manager-Finance		 <b>Terrance Kumara</b> 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.							
 <b>Chandula Abeywickrema</b> Chairman		 <b>Rangana Korlage</b> Director					
30th May 2024 Colombo							

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF PROFIT OR LOSS-COMPANY**

As at,	For the year ended			For the quarter ended		
	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %
<b>Gross Income</b>	<b>3,348,927</b>	2,095,447	59.8	<b>895,392</b>	663,697	34.9
Interest income	<b>3,095,726</b>	2,008,133	54.2	<b>835,180</b>	621,216	34.4
Less: Interest expense	<b>2,003,117</b>	1,280,618	(56.4)	<b>507,522</b>	428,568	(18.4)
<b>Net interest income</b>	<b>1,092,609</b>	727,515	50.2	<b>327,658</b>	192,648	70.1
Fee and commission income	<b>49,853</b>	29,552	68.7	<b>14,465</b>	11,001	31.5
Net fair value gain from financial assets at FVTPL	<b>131,145</b>	30,644	328.0	<b>22,546</b>	27,234	(17.2)
Other operating income	<b>72,203</b>	27,118	166.3	<b>23,201</b>	4,246	446.4
<b>Total operating income</b>	<b>1,345,810</b>	814,829	65.2	<b>387,871</b>	235,129	65.0
Less: Impairment charges for loans and receivables and other losses	<b>120,222</b>	154,029	21.9	<b>30,498</b>	44,491	31.5
<b>Net operating income</b>	<b>1,225,589</b>	660,800	85.5	<b>357,372</b>	190,638	87.5
Less: Personnel Expenses	<b>416,507</b>	364,741	(14.2)	<b>100,900</b>	97,649	(3.3)
Depreciation of property, plant and equipment	<b>50,934</b>	24,962	(104.0)	<b>13,913</b>	8,140	(70.9)
Amortisation of intangible assets	<b>3,332</b>	2,936	(13.5)	<b>1,279</b>	934	(36.8)
Amortisation of right of use assets	<b>51,074</b>	45,685	(11.8)	<b>12,903</b>	12,907	0.0
Other expenses	<b>550,194</b>	377,037	(45.9)	<b>152,679</b>	145,679	(4.8)
<b>Operating profit / (loss) before tax on financial services</b>	<b>153,547</b>	(154,561)	199.3	<b>75,699</b>	(74,672)	201.4
Less : Tax on financial services	<b>79,465</b>	33,273	(138.8)	<b>42,346</b>	5,101	(730.2)
<b>Profit/(loss) before income tax</b>	<b>74,082</b>	(187,834)	139.4	<b>33,353</b>	(79,773)	141.8
(Less)/Add: Income tax (expense)/reversal	<b>28,901</b>	29,810	3.0	<b>28,901</b>	31,933	9.49
<b>Profit/(loss) for the period</b>	<b>102,983</b>	(158,024)	165.2	<b>62,254</b>	(47,839)	230.1
Basic earnings/(loss) per share - (Rs)	<b>0.25</b>	(0.39)	165.2	<b>0.15</b>	(0.22)	170.6

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF PROFIT OR LOSS-GROUP**

As at,	For the year ended			For the quarter ended		
	31.03.2024	31.03.2023	Change %	31.03.2024	31.03.2023	Change %
	Unaudited Rs. '000	Audited Rs. '000		Unaudited Rs. '000	Audited Rs. '000	
<b>Gross Income</b>	<b>3,348,927</b>	2,095,447	59.8	<b>895,392</b>	663,697	34.9
Interest income	<b>3,095,726</b>	2,008,133	54.2	<b>835,180</b>	621,216	34.4
Less: Interest expense	<b>2,003,117</b>	1,280,618	(56.4)	<b>507,522</b>	428,568	(18.4)
<b>Net interest income</b>	<b>1,092,609</b>	727,515	50.2	<b>327,658</b>	192,648	70.1
Fee and commission income	<b>49,853</b>	29,552	68.7	<b>14,465</b>	11,001	31.5
Net fair value gain/(loss) from financial assets at FVTPL	<b>131,145</b>	30,644	328.0	<b>22,546</b>	27,234	(17.2)
Other operating income	<b>72,203</b>	27,118	166.3	<b>23,201</b>	4,246	446.4
<b>Total operating income</b>	<b>1,345,810</b>	814,829	65.2	<b>387,871</b>	235,129	65.0
Less: Net impairment charges/ (reversal) on financial assets	<b>120,222</b>	154,029	21.9	<b>30,498</b>	44,491	31.5
<b>Net operating income</b>	<b>1,225,589</b>	660,800	85.5	<b>357,372</b>	190,638	87.5
Less: Personnel Expenses	<b>416,507</b>	364,741	(14.2)	<b>100,900</b>	97,649	(3.3)
Depreciation of property, plant and equipment	<b>50,934</b>	24,962	(104.0)	<b>13,913</b>	8,140	(70.9)
Amortisation of intangible assets	<b>3,332</b>	2,936	(13.5)	<b>1,279</b>	934	(36.8)
Amortisation of right of use assets	<b>51,074</b>	45,685	(11.8)	<b>12,903</b>	12,907	0.0
Other expenses	<b>550,194</b>	377,268	(45.8)	<b>152,679</b>	145,910	(4.6)
<b>Operating profit/(loss) before tax on financial services</b>	<b>153,547</b>	(154,792)	199.2	<b>75,699</b>	(74,903)	201.1
Less : Tax on financial services	<b>79,465</b>	33,273	(138.8)	<b>42,346</b>	5,101	(730.2)
<b>Profit/(loss) before income tax</b>	<b>74,082</b>	(188,065)	139.4	<b>33,353</b>	(80,004)	141.7
(Less)/Add: Income tax (expense)/reversal	<b>28,901</b>	29,810	-	<b>28,901</b>	31,933	-
<b>Profit/(loss) for the period</b>	<b>102,983</b>	(158,255)	165.1	<b>62,254</b>	(48,070)	229.5
Basic earnings/(loss) per share - (Rs)	<b>0.25</b>	(0.39)	165.2	<b>0.15</b>	(0.15)	204.9

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

As at,	For the year ended			For the quarter ended		
	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %
<b>Profit / (loss) for the period</b>	<b>102,983</b>	<b>(158,024)</b>	<b>165.2</b>	<b>62,254</b>	<b>(47,839)</b>	<b>230.1</b>
<b>FINANCIAL</b>						
<b>Items that will not be reclassified to profit or loss</b>						
Actuarial loss on defined benefit plans	(4,466)	2,194	-	(4,466)	2,194	-
Deferred tax effect on actuarial loss	-	(658)	-	-	(658)	-
<b>Other comprehensive income for the period</b>	<b>(4,466)</b>	<b>1,536</b>	<b>-</b>	<b>(4,466)</b>	<b>1,536</b>	<b>-</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>98,517</b>	<b>(156,488)</b>	<b>163.0</b>	<b>57,788</b>	<b>(46,303)</b>	<b>224.8</b>

*Figures in brackets indicate deductions.*

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

As at,	For the year ended			For the quarter ended		
	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	Change %
<b>Profit / (loss) for the period</b>	<b>102,983</b>	<b>(158,255)</b>	<b>165.1</b>	<b>62,254</b>	<b>(48,070)</b>	<b>229.5</b>
<b>FINANCIAL</b>						
<b>Items that will not be reclassified to profit or loss</b>						
Actuarial loss on defined benefit plans	(4,466)	2,194	-	(4,466)	2,194	-
Deferred tax effect on actuarial loss	-	(658)	-	-	(658)	-
<b>Other comprehensive income for the period</b>	<b>(4,466)</b>	<b>1,536</b>	<b>-</b>	<b>(4,466)</b>	<b>1,536</b>	<b>-</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>98,517</b>	<b>(156,719)</b>	<b>162.9</b>	<b>57,788</b>	<b>(46,534)</b>	<b>224.2</b>

*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>				
<b>Balance as at 01st April 2022</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(948,598)</b>	<b>2,833,694</b>
Profit/(loss) for the period ended 31st March 2023	-	-	(158,024)	<b>(158,024)</b>
<b>Other comprehensive income</b>				
Remeasurement of defined benefit liability	-	-	2,194	<b>2,194</b>
Tax on other comprehensive income	-	-	(658)	<b>(658)</b>
Total other comprehensive income	-	-	1,536	<b>1,536</b>
<b>Total comprehensive income</b>	-	-	<b>(156,488)</b>	<b>(156,488)</b>
<b>Balance as at 31 March 2023</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(1,105,086)</b>	<b>2,677,207</b>
<b>Balance as at 1 April 2023</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(1,105,086)</b>	<b>2,677,207</b>
Profit/(loss) for the year ended 31st March 2024	-	-	<b>102,983</b>	<b>102,983</b>
<b>Other comprehensive income</b>				
Remeasurement of defined benefit liability	-	-	<b>(4,466)</b>	<b>(4,466)</b>
Tax on other comprehensive income	-	-	-	-
Total other comprehensive income	-	-	<b>(4,466)</b>	<b>(4,466)</b>
<b>Total comprehensive income /(loss)</b>	-	-	<b>98,517</b>	<b>98,517</b>
<b>Balance as at 31st March 2024</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(1,006,569)</b>	<b>2,775,724</b>

*Figures in brackets indicate deductions.*



**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF CHANGES IN EQUITY - GROUP**

<b>Group</b>	<b>Stated capital</b>	<b>Reserve fund</b>	<b>Retained earnings</b>	<b>Total equity</b>
<i>In thousands of rupees</i>				
<b>Balance as at 01st April 2022</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(948,957)</b>	<b>2,833,336</b>
Profit/(loss) for the period ended 31st March 2023	-	-	(158,255)	(158,255)
Other comprehensive income				
Remeasurement of defined benefit liability	-	-	2,194	2,194
Tax on other comprehensive income	-	-	(658)	(658)
Total other comprehensive income	-	-	1,536	1,536
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(156,719)</b>	<b>(156,719)</b>
<b>Total contribution and distribution</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance as at 31 March 2023</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(1,105,676)</b>	<b>2,676,617</b>
<b>Balance as at 1 April 2023</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(1,105,676)</b>	<b>2,676,617</b>
Profit/(loss) for the year ended 31st March 2024	-	-	102,983	102,983
Remeasurement of defined benefit liability	-	-	(4,466)	(4,466)
Tax on other comprehensive income	-	-	-	-
<b>Total other comprehensive income/(loss)</b>	<b>-</b>	<b>-</b>	<b>(4,466)</b>	<b>(4,466)</b>
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>98,517</b>	<b>98,517</b>
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance as at 31st March 2024</b>	<b>3,762,054</b>	<b>20,239</b>	<b>(1,007,159)</b>	<b>2,775,135</b>

*Figures in brackets indicate deductions.*

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**STATEMENT OF CASH FLOWS**

As at,	COMPANY		GROUP	
	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000	31.03.2024 Unaudited Rs. '000	31.03.2023 Audited Rs. '000
<b>Cash flows from operating activities</b>				
<b>Profit/(Loss) before tax</b>	<b>74,082</b>	(187,834)	<b>74,082</b>	(188,065)
<b>Adjustment for:</b>				
- Depreciation and amortisation	<b>105,340</b>	73,579	<b>105,340</b>	73,579
- Profit on real estate sales	-	(4,000)	-	(4,000)
- Gain on derecognition of right-of-use assets	-	(1,609)	-	(1,609)
- Net gain on investment securities at FVPTL	(131,123)	(30,644)	(131,123)	(30,644)
- Net impairment loss on loans and advances	<b>120,222</b>	154,029	<b>120,222</b>	154,029
- Interest expense on preference shares	<b>600</b>	600	<b>600</b>	600
- Interest expense due to banks	<b>118,376</b>	261,857	<b>118,376</b>	261,857
- Interest expense on leases	<b>30,181</b>	25,138	<b>30,181</b>	25,138
- Dividend on equity securities at FVPTL	-	(318)	-	(318)
- Interest income	(442,473)	(233,390)	(442,473)	(233,390)
- Provision for retirement benefit obligation	<b>3,849</b>	4,038	<b>3,849</b>	4,038
- Loss / (Gain) on disposal of property, plant and equipment	(7)	(77)	(7)	(77)
				-
<b>Net cash used in operating activities</b>	<b>(120,955)</b>	61,369	<b>(239,330)</b>	61,138
<b>Changes in</b>				
Financial assets measured at amortised cost - Loans and advances	(3,059,147)	(1,795,525)	(3,059,147)	(1,795,525)
Other assets	(270,876)	(140,418)	(270,714)	(140,418)
Due to customers	<b>3,582,227</b>	4,426,880	<b>3,582,227</b>	4,426,880
Other liabilities	<b>224,835</b>	(109,100)	<b>224,673</b>	(109,054)
	<b>356,084</b>	2,443,206	<b>237,709</b>	2,443,022
Retiring gratuity paid	(6,068)	(2,972)	(6,068)	(2,972)
Interest paid due to bank	(118,376)	(283,686)	(118,376)	(283,686)
Income tax paid	-	-	-	-
<b>Net cash generated from / (used in) operating activities</b>	<b>231,641</b>	2,156,548	<b>231,641</b>	2,156,364
<b>Cash flows from investing activities</b>				
Interest income on short term investment	<b>442,473</b>	233,390	<b>442,473</b>	233,390
Net proceeds from investments in fixed deposits	<b>507,923</b>	(853,129)	<b>507,923</b>	(853,129)
Net proceeds from investments in securities	(735,383)	(370,047)	(735,383)	(370,047)
Acquisition of property, plant and equipment	(125,439)	(112,443)	(125,439)	(112,443)
Purchase of intangible assets	(50,412)	(37,415)	(50,412)	(37,415)
Proceeds from disposal of property, plant and equipment	7	91	7	91
Dividends received from investments	-	318	-	318
<b>Net cash generated from / (used in) investing activities</b>	<b>39,169</b>	(1,139,235)	<b>39,169</b>	(1,139,235)
<b>Cash flows from financing activities</b>				
Net proceeds from rights issue of shares	-	-	-	-
Net proceeds from Borrowing from due to banks	<b>755,944</b>	(1,063,656)	<b>755,944</b>	(1,063,656)
Lease rental payments	(69,798)	(57,923)	(69,798)	(57,923)
<b>Net cash generated from / (used in) financing activities</b>	<b>686,146</b>	(1,121,579)	<b>686,146</b>	(1,121,579)
Net increase in cash and cash equivalents	<b>956,955</b>	(99,266)	<b>956,955</b>	(99,266)
Cash and cash equivalents at beginning of the year	<b>561,607</b>	660,873	<b>561,846</b>	661,116
<b>Cash and cash equivalents at the end of the year</b>	<b>1,518,563</b>	561,607	<b>1,518,802</b>	561,846
<b>Cash and cash equivalents at the end of the year</b>				
Cash and cash equivalents	<b>1,518,563</b>	561,607	<b>1,518,802</b>	561,846
Bank overdraft	-	-	-	-
	<b>1,518,563</b>	561,607	<b>1,518,802</b>	561,846

Figures in brackets indicate deductions.

CONDENSED INTERIM FINANCIAL STATEMENTS

15 Segmental analysis

Rs. '000

For the Year ended 31st March	Leasing & Hire Purchases		Loans and Pawning		Margin Trading		Other		Total Group	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
<b>Income</b>										
Interest income	1,486,598	817,861	1,031,035	791,902	135,619	167,343	442,473	231,027	3,095,726	2,008,133
Fee and commission income	49,853	29,553	0	-	-	-	-	-	49,854	29,553
Net income from other financial instruments at FVTPL	-	-	-	-	-	-	131,145	30,644	131,145	30,644
Other operating income	5,404	10,812	2,584	6,354	-	-	64,215	9,952	72,203	27,118
<b>Gross revenue</b>	<b>1,541,857</b>	<b>858,226</b>	<b>1,033,620</b>	<b>798,255</b>	<b>135,619</b>	<b>167,343</b>	<b>637,833</b>	<b>271,623</b>	<b>3,348,928</b>	<b>2,095,446</b>
Less: Interest expenses	717,997	430,707	581,280	405,218	70,678	59,125	633,162	385,567	2,003,117	1,280,618
<b>Total operating income</b>	<b>823,860</b>	<b>427,519</b>	<b>452,340</b>	<b>393,037</b>	<b>64,941</b>	<b>108,217</b>	<b>4,671</b>	<b>(113,944)</b>	<b>1,345,811</b>	<b>814,829</b>
Net impairment charges/(reversal)	143,012	118,702	(26,733)	12,723	3,943	16,675	-	-	120,222	148,100
<b>Net operating income</b>	<b>680,848</b>	<b>308,817</b>	<b>479,073</b>	<b>380,314</b>	<b>60,998</b>	<b>91,543</b>	<b>4,671</b>	<b>(119,872)</b>	<b>1,225,589</b>	<b>660,800</b>
Less: Operating Expenses	384,263	266,074	311,093	250,328	37,826	36,525	338,860	262,434	1,072,042	815,361
<b>Segment results</b>	<b>296,585</b>	<b>42,743</b>	<b>167,980</b>	<b>129,986</b>	<b>23,172</b>	<b>55,017</b>	<b>(334,190)</b>	<b>(382,306)</b>	<b>153,547</b>	<b>(154,561)</b>
Less: Tax on financial services	-	-	-	-	-	-	-	-	79,465	33,273
Less: Income tax expense	-	-	-	-	-	-	-	-	28,901	(29,810)
<b>Profit/(loss) attributable to equity holders</b>									<b>102,984</b>	<b>(158,024)</b>
<b>As at 31st December</b>										
Segment Assets	5,767,089	3,833,774	4,668,950	3,605,806	567,702	526,122	5,085,678	3,455,759	16,089,418	11,421,461
<b>Total Assets</b>	<b>5,767,089</b>	<b>3,832,613</b>	<b>4,668,950</b>	<b>3,605,806</b>	<b>567,702</b>	<b>526,122</b>	<b>5,085,678</b>	<b>3,455,520</b>	<b>16,089,418</b>	<b>11,421,461</b>
Segment Liabilities	4,772,370	2,934,523	3,863,640	2,760,863	469,784	402,837	4,208,490	2,646,621	13,314,283	8,744,844
<b>Total Liabilities</b>	<b>4,772,370</b>	<b>2,934,523</b>	<b>3,863,640</b>	<b>2,760,863</b>	<b>469,784</b>	<b>402,837</b>	<b>4,208,490</b>	<b>2,646,621</b>	<b>13,314,283</b>	<b>8,744,844</b>
<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 2022/23 Audited Financial Statements.

**4 Share capital**

As at	31.03.2024	31.03.2023
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	31.03.2024	31.03.2023
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>	31.03.2024 Rs.	31.03.2023 Rs.
Highest price during the quarter ended 31st March	4.90	5.80
Lowest price during the quarter ended 31st March	3.60	3.30
Closing price as at 31st March	4.70	3.80

**7 Ratios**

<u>Ratios</u>	As at 31.03.2024	As at 31.03.2023
Debt to equity ratio (times)	4.60	3.15
Interest cover (times)	1.05	0.88
Quick asset ratio (%)	9.90	21.63

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**EXPLANATORY NOTES**

**8 Twenty Largest Ordinary Shareholders as at 31st March 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	610,000	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. H.S.D. Soysa	348,000	0.09
Mr. H. Beruwalage	344,088	0.08
Mr. D. Selvaraj	290,244	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
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	173,133	0.04
MR. B W Kundanmal	126,100	0.03
	395,412,961	97.57

**9 Directors and Chief Executive Officer's holding in Shares as at 31st March 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	-
<b>Total</b>		-

**10 Public Holding as at 31st March 2024**

Public Holding percentage as at 31st March 2024 being 18.40% comprising of 10,064 shareholders

The Float adjusted market capitalisation as at 31st March 2024 – Rs.350,504,953

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 March 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	
<b>Assets</b>				
Cash and cash equivalents	-	-	1,518,563	1,518,563
Balances with banks and financial institutions	-	-	756,148	756,148
Financial assets measured at amortised cost - Loans and advances	-	-	11,257,029	11,257,029
Investments in securities	1,276,420	23	-	1,276,443
<b>Total Financial Assets</b>	<b>1,276,420</b>	<b>23</b>	<b>13,531,738</b>	<b>14,808,181</b>
<b>Liabilities</b>				
Due to banks	-	-	1,513,224	1,513,224
Financial liabilities at amortised cost - due to depositors	-	-	11,237,972	11,237,972
Debt securities issued	-	-	18,400	18,400
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>12,769,596</b>	<b>12,769,596</b>

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**EXPLANATORY NOTES**

**11.1 Analysis of financial instrument by measurement basis (Continued)**

As at 31.03.2023	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	
<b>Assets</b>				
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
<b>Total Financial Assets</b>	409,913	23	10,143,782	10,553,718
<b>Liabilities</b>				
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
<b>Total Liabilities</b>	-	-	8,430,825	8,430,825

As at 31st March 2024	Group			Total Rs. '000
	Financial instruments recognized through profit or loss	Financial instruments recognized through other comprehensive income (FVTOCI) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	
<b>Assets</b>				
Cash and cash equivalents	-	-	1,518,802	1,518,802
Balances with banks and financial institutions	-	-	756,148	756,148
Financial assets measured at amortised cost - Loans and advances	-	-	11,257,029	11,257,029
Investments in securities	1,276,420	23	-	1,276,443
<b>Total Financial Assets</b>	1,276,420	23	13,531,978	14,808,421
<b>Liabilities</b>				
Due to banks	-	-	1,513,224	1,513,224
Financial liabilities at amortised cost - due to depositors	-	-	11,237,972	11,237,972
Debt securities issued	-	-	18,400	18,400
<b>Total Liabilities</b>	-	-	12,769,596	12,769,596

As at 31.03.2023	Group			Total Rs. '000
	Financial instruments recognized through profit or loss	Financial instruments recognized through other comprehensive income (FVTOCI) Rs. '000	Financial instruments at amortised cost (AC) Rs. '000	
<b>Assets</b>				
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
<b>Total Financial Assets</b>	409,913	23	10,144,021	10,553,957
<b>Liabilities</b>				
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
<b>Total Liabilities</b>	-	-	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	Company	Group	Fair value Rs. '000					
			Company			Group		
			Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial assets</b>								
<b>Financial assets measured at fair value</b>								
Investment securities measured at FVTPL (note a)	1,276,420		4,310	1,272,110	-	4,310	1,272,110	-
Investment securities measured at FVOCI (note b)	23		-	-	23	-	-	23
	<b>1,276,443</b>		<b>4,310</b>	<b>1,272,110</b>	<b>23</b>	<b>4,310</b>	<b>1,272,110</b>	<b>23</b>
<b>Financial assets not measured at fair value</b>								
Loans and advances (note c)	11,257,029		-	-	-	-	-	-
Cash and cash equivalent (note d)	1,518,563		-	-	-	-	-	-
Placements with banks and financial institutions (note e)	756,148		-	-	-	-	-	-
	<b>13,531,739</b>		-	-	-	-	-	-
	<b>14,808,182</b>		<b>4,310</b>	<b>1,272,110</b>	<b>23</b>	<b>4,310</b>	<b>1,272,110</b>	<b>23</b>

Carrying amount Rs. '000	Company	Group	Fair value Rs. '000					
			Company			Group		
			Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial liabilities</b>								
<b>Financial liabilities not measured at fair value</b>								
Due to banks (note f)	1,513,224		-	-	-	-	-	-
Deposits due to customers (note g)	11,237,972		-	-	-	-	-	-
Debt securities issued (note h)	18,400		-	-	-	-	-	-
Financial liabilities (note i)	374,940		-	-	-	-	-	-
Lease liabilities (note j)	168,921		-	-	-	-	-	-
	<b>13,313,457</b>		-	-	-	-	-	-
	<b>13,313,457</b>		-	-	-	-	-	-

**31.03.2023**

Investment securities measured at FVTPL (note a)	409,913		6,698	2,524	-	6,698	2,524	-
Investment securities measured at FVOCI (note b)	23		-	-	23	-	-	23
	<b>409,936</b>		<b>6,698</b>	<b>2,524</b>	<b>23</b>	<b>6,698</b>	<b>2,524</b>	<b>23</b>
<b>Financial assets not measured at fair value</b>								
Loans and advances (note c)	8,318,103		-	-	-	-	-	-
Cash and cash equivalent (note d)	561,607		-	-	-	-	-	-
Placements with banks and financial institutions (note e)	1,264,071		-	-	-	-	-	-
	<b>10,143,781</b>		-	-	-	-	-	-
	<b>10,553,717</b>		<b>6,698</b>	<b>2,524</b>	<b>23</b>	<b>6,698</b>	<b>2,524</b>	<b>23</b>
<b>Financial liabilities not measured at fair value</b>								
Due to banks (note f)	757,280		-	-	-	-	-	-
Deposits due to customers (note g)	7,655,744		-	-	-	-	-	-
Debt securities issued (note h)	17,800		-	-	-	-	-	-
Financial liabilities (note i)	115,609		-	-	-	-	-	-
Lease liabilities (note j)	197,581		-	-	-	-	-	-
	<b>8,744,015</b>		-	-	-	-	-	-

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;

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**EXPLANATORY NOTES**

**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

	<u>Group Rs.</u>	<u>Company Rs. "000</u>	
	<u>31.03.2024</u>	<u>31.03.2024</u>	<u>31.03.2023</u>
Balance at the beginning of the year	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>

**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 March 2024.

- Contingent liability has been decreased up to Rs 46,597,065 as at 31-03-2024 due to the decrease of Margin Trading un-utilized balances.



**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**EXPLANATORY NOTES**

**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 1<sup>st</sup> 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**26<sup>th</sup> January 1983**Company Registration Number**

PQ 200

**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**Bankers**People's Bank  
National Development Bank PLC  
Cargills Bank Ltd  
Hatton National Bank PLC  
Commercial Bank PLC**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)

**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

**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.

**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](mailto:sspsec@slt.net.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

**Auditors**

Ernst &amp; Young

Chartered Accountants

201, De Saram Place, P.O Box 101.

Colombo 03.

**Remuneration Committee**Mr. C.P.Abeywickrema - Chairman  
Mr. K.R.P.Madusanka  
Ms. Krystle Reid Wijesuriya  
Mr.M.J.T.Waas**Nomination Committee**Mr. C.P.Abeywickrema - Chairman  
Mr. K.R.P.Madusanka  
Ms. Krystle Reid Wijesuriya