

# INTERIM FINANCIAL STATEMENTS

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PEOPLE'S LEASING & FINANCE PLC

*For the six months ended 30th September 2022*



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# INTERIM FINANCIAL STATEMENTS

## STATEMENT OF FINANCIAL POSITION

As at	Company			Group		
	30.09.2022 Rs. Mn. Unaudited*	31.03.2022 Rs. Mn. Audited	Change %	30.09.2022 Rs. Mn. Unaudited*	31.03.2022 Rs. Mn. Audited	Change %
<b>Assets</b>						
Cash and cash equivalents	6,092	4,669	30.5	6,425	5,403	18.9
Balances with banks and financial institutions	9,488	5,118	85.4	13,959	9,530	46.5
Financial assets - Fair value through profit or loss	181	25	624.0	335	849	(60.5)
Loans and receivables - Amortised cost	131,942	151,274	(12.8)	142,778	163,321	(12.6)
Insurance and reinsurance receivables	-	-	-	1,358	1,323	2.6
Financial assets - Fair value through other comprehensive income	1,013	1,333	(24.0)	1,691	1,633	3.6
Debt instrument - Amortised cost	11,796	9,827	20.0	18,131	16,014	13.2
Investments in subsidiaries	3,214	3,214	-	-	-	-
Investment property	-	-	-	821	821	-
Other assets	1,004	749	34.0	1,355	828	63.6
Property, plant and equipment	1,365	1,414	(3.5)	3,997	4,091	(2.3)
Right-of-use assets	1,748	1,973	(11.4)	1,410	1,540	(8.4)
Deferred tax assets	1,229	1,147	7.1	1,577	1,445	9.1
Goodwill and intangible assets	16	22	(27.3)	136	140	(2.9)
<b>Total assets</b>	<b>169,088</b>	<b>180,765</b>	<b>(6.5)</b>	<b>193,973</b>	<b>206,938</b>	<b>(6.3)</b>
<b>Liabilities</b>						
Due to banks - Amortised cost	11,148	11,749	(5.1)	14,158	15,300	(7.5)
Due to customers - Amortised cost	99,474	103,368	(3.8)	107,170	111,454	(3.8)
Debt securities issued - Amortised cost	15,925	17,244	(7.6)	15,792	17,103	(7.7)
Other financial liabilities - Amortised cost	1,330	3,637	(63.4)	1,949	4,043	(51.8)
Insurance liabilities and reinsurance payable	-	-	-	5,244	5,903	(11.2)
Lease liabilities - Amortised cost	1,912	2,059	(7.1)	1,516	1,588	(4.5)
Current tax liabilities	441	1,852	(76.2)	643	2,099	(69.4)
Other liabilities	816	1,369	(40.4)	878	1,399	(37.2)
Retirement benefit obligation	703	668	5.2	789	749	5.3
Deferred tax liabilities	-	-	-	323	324	(0.3)
<b>Total liabilities</b>	<b>131,749</b>	<b>141,946</b>	<b>(7.2)</b>	<b>148,462</b>	<b>159,962</b>	<b>(7.2)</b>
<b>Equity</b>						
Stated Capital	18,016	17,072	5.5	18,016	17,072	5.5
Statutory reserve fund	2,640	2,640	-	2,729	2,729	-
Retained earnings	17,351	19,482	(10.9)	20,905	23,123	(9.6)
Other reserves	(668)	(375)	78.1	623	897	(30.5)
<b>Total equity attributable to equity holders of the Company</b>	<b>37,339</b>	<b>38,819</b>	<b>(3.8)</b>	<b>42,273</b>	<b>43,821</b>	<b>(3.5)</b>
Non-controlling interest	-	-	-	3,238	3,155	2.6
<b>Total equity</b>	<b>37,339</b>	<b>38,819</b>	<b>(3.8)</b>	<b>45,511</b>	<b>46,976</b>	<b>(3.1)</b>
<b>Total liabilities and equity</b>	<b>169,088</b>	<b>180,765</b>	<b>(6.5)</b>	<b>193,973</b>	<b>206,938</b>	<b>(6.3)</b>
Contingencies	353	468	(24.6)	400	516	(22.5)
Commitments	7,555	6,384	18.3	7,555	6,384	18.3
Net assets value per ordinary share (Rs.)	18.29	20.15	(9.2)	20.70	22.56	(8.2)

### CERTIFICATION

We certify that the above Interim Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007.

(sgd.)  
**Omal Sumanasiri**  
Chief Manager Finance

(sgd.)  
**Shamindra Marcelline**  
Chief Executive Officer

The Board of Directors is responsible for these Interim Financial Statements.

Approved and Signed for and on behalf of the Board:

(sgd.)  
**M. P. Amirthanayagam**  
Chairman

(sgd.)  
**Rohan Pathirage**  
Director

09th November 2022  
Colombo.

\* The above figures are provisional and subject to audit.

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**STATEMENT OF PROFIT OR LOSS - COMPANY**

	For the six months ended			For the quarter ended		
	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %
Interest income	14,187	10,967	29.4	7,413	5,619	31.9
Less: Interest expense	7,976	5,278	51.1	4,785	2,636	81.5
<b>Net interest income</b>	<b>6,211</b>	<b>5,689</b>	9.2	<b>2,628</b>	<b>2,983</b>	(11.9)
Fee and commission income	555	825	(32.7)	291	505	(42.4)
Net gain/ (losses) on financial assets - FVTPL	4	29	(86.2)	7	19	(63.2)
Other operating income	85	459	(81.5)	1	4	(75.0)
<b>Total operating income</b>	<b>6,855</b>	<b>7,002</b>	(2.1)	<b>2,927</b>	<b>3,511</b>	(16.6)
Less: Impairment charges and other losses for loans and receivables	1,866	1,812	3.0	166	313	(47.0)
<b>Net operating income</b>	<b>4,989</b>	<b>5,190</b>	(3.9)	<b>2,761</b>	<b>3,198</b>	(13.7)
<b>Less:</b>						
Personnel expenses	2,096	1,832	14.4	1,062	918	15.7
Depreciation and Amortisation	355	407	(12.8)	177	203	(12.8)
Other operating expenses	973	934	4.2	457	526	(13.1)
Total operating expenses	3,424	3,173	7.9	1,696	1,647	3.0
<b>Operating profit before Tax on financial services</b>	<b>1,565</b>	<b>2,017</b>	(22.4)	<b>1,065</b>	<b>1,551</b>	(31.3)
Less: Taxes on financial services	541	492	10.0	316	317	(0.3)
<b>Profit before income tax</b>	<b>1,024</b>	<b>1,525</b>	(32.9)	<b>749</b>	<b>1,234</b>	(39.3)
Less: Income tax expense	345	477	(27.7)	253	386	(34.5)
<b>Profit for the period</b>	<b>679</b>	<b>1,048</b>	(35.2)	<b>496</b>	<b>848</b>	(41.5)

The above figures are provisional and subject to audit.

# INTERIM FINANCIAL STATEMENTS

## STATEMENT OF PROFIT OR LOSS - GROUP

	For the six months ended			For the quarter ended		
	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %
Interest income	15,848	11,919	33.0	8,252	6,119	34.9
Less: Interest expense	8,507	5,444	56.3	5,051	2,733	84.8
<b>Net interest income</b>	<b>7,341</b>	<b>6,475</b>	<b>13.4</b>	<b>3,201</b>	<b>3,386</b>	<b>(5.5)</b>
Net earned premiums	2,438	2,523	(3.4)	1,206	1,242	(2.9)
Fee and commission income	306	571	(46.4)	169	387	(56.3)
Net gain/ (losses) on financial assets - FVTPL	(6)	69	(108.7)	2	39	(94.9)
Other operating income	83	99	(16.2)	30	57	(47.4)
<b>Total operating income</b>	<b>10,162</b>	<b>9,737</b>	<b>4.4</b>	<b>4,608</b>	<b>5,111</b>	<b>(9.8)</b>
Less: Impairment charges and other losses for loans and receivables	1,961	2,047	(4.2)	262	430	(39.1)
<b>Net operating income</b>	<b>8,201</b>	<b>7,690</b>	<b>6.6</b>	<b>4,346</b>	<b>4,681</b>	<b>(7.2)</b>
<b>Less:</b>						
Personnel expenses	2,739	2,326	17.8	1,380	1,171	17.8
Depreciation and Amortisation	328	379	(13.5)	162	192	(15.6)
Benefits, claims and underwriting expenditure	1,581	1,282	23.3	822	596	37.9
Other operating expenses	1,192	1,120	6.5	561	636	(11.7)
Total operating expenses	5,840	5,107	14.4	2,925	2,595	12.7
<b>Operating profit before Tax on financial services</b>	<b>2,361</b>	<b>2,583</b>	<b>(8.6)</b>	<b>1,421</b>	<b>2,086</b>	<b>(31.9)</b>
Less: Taxes on financial services	559	504	10.9	323	325	(0.6)
<b>Profit before income tax</b>	<b>1,802</b>	<b>2,079</b>	<b>(13.3)</b>	<b>1,098</b>	<b>1,761</b>	<b>(37.6)</b>
Less: Income tax expense	566	776	(27.1)	316	564	(44.0)
<b>Profit for the period</b>	<b>1,236</b>	<b>1,303</b>	<b>(5.1)</b>	<b>782</b>	<b>1,197</b>	<b>(34.6)</b>
<b>Profit attributable to:</b>						
Equity holders of the parent	1,126	1,138	(1.0)	721	1,112	(35.1)
Non-controlling interest	110	165	(33.3)	61	85	(28.2)
Profit for the period	1,236	1,303	(5.1)	782	1,197	(34.6)
Basic/Diluted earnings per ordinary share (Rs.)	0.55	0.56	(1.8)	0.35	0.54	(35.2)

The above figures are provisional and subject to audit.

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**STATEMENT OF COMPREHENSIVE INCOME - COMPANY**

	For the six months ended			For the quarter ended		
	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %
<b>Profit for the period</b>	679	1,048	(35.2)	496	848	(41.5)
<b>Other comprehensive income/(expenses)</b>						
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax):</i>						
Financial assets-FVOCI						
Gains/ (losses) on re-measuring FVOCI financial assets	(293)	(56)	423.2	2	(42)	(104.8)
Deferred tax effect on above	81	12	575.0	11	9	22.2
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	<b>(212)</b>	<b>(44)</b>	381.8	<b>13</b>	<b>(33)</b>	139.4
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax):</i>						
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-
Deferred tax effect on above	-	-	-	-	-	-
Financial assets-FVOCI						
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-	-	-	-	-
<b>Other comprehensive income for the period, net of taxes</b>	<b>(212)</b>	<b>(44)</b>	381.8	<b>13</b>	<b>(33)</b>	139.4
<b>Total comprehensive income for the period</b>	<b>467</b>	<b>1,004</b>	<b>(53.5)</b>	<b>509</b>	<b>815</b>	<b>(37.5)</b>

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**STATEMENT OF COMPREHENSIVE INCOME - GROUP**

	For the six months ended			For the quarter ended		
	30.09.2022 Rs. Mn. Unaudited	30.09.2021 Rs. Mn. Unaudited	Change %	30.09.2022 Rs. Mn. Unaudited*	30.09.2021 Rs. Mn. Unaudited	Change %
<b>Profit for the period</b>	<b>1,236</b>	<b>1,303</b>	(5.1)	<b>782</b>	<b>1,197</b>	(34.6)
<b>Other comprehensive income/(expenses)</b>						
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax):</i>						
Net gains/(losses) arising from translating the Financial Statements of the foreign subsidiary	114	(18)	733.3	(340)	(54)	(529.6)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	114	(18)	(733.3)	(340)	(54)	529.6
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax):</i>						
Financial assets - FVOCI						
Gains/ (losses) on re-measuring FVOCI financial assets	(345)	(56)	(100.0)	(50)	(41)	(22.0)
Deferred tax effect on above	97	13	100.0	26	9	(100.0)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	(248)	(43)	476.7	(24)	(32)	25.0
<b>Other comprehensive income for the period, net of taxes</b>	<b>(134)</b>	<b>(61)</b>	119.7	<b>(364)</b>	<b>(86)</b>	(323.3)
<b>Total comprehensive income for the period</b>	<b>1,102</b>	<b>1,242</b>	(11.2)	<b>418</b>	<b>1,111</b>	(62.4)
<b>Profit Attributable to :</b>						
Equity holders	(181)	(52)	248.1	(187)	(60)	(211.7)
Non-controlling interest	47	(9)	(622)	(177)	(26)	100.0
<b>Other comprehensive income for the period, net of taxes</b>	<b>(134)</b>	<b>(61)</b>	119.7	<b>(364)</b>	<b>(86)</b>	(323.3)
<b>Total comprehensive income for the period</b>	<b>1,102</b>	<b>1,242</b>	(11.2)	<b>418</b>	<b>1,111</b>	(62.4)
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**STATEMENT OF CHANGES IN EQUITY - COMPANY**

	Capital Rs. Mn.	Statutory Reserve Fund Rs. Mn.	Other Reserves Fair Value Reserve Rs. Mn.	Retained Earnings Rs. Mn.	Total Equity Rs. Mn.
<b>Balance as at 01.04.2021</b>	14,892	2,407	(118)	17,160	34,341
<b>Total comprehensive income for the six months ended 30.09.2021</b>					
Profit for the period ended 30.09.2021		-	-	1,048	1,048
Other comprehensive income (net of tax)	-	-	(56)	12	(44)
<b>Total comprehensive income for the six months ended 30.09.2021</b>	-	-	(56)	1,060	1,004
<b>Transactions with equity holders, recognised directly in equity</b>					
Transfers to reserves during the period	-	-	-	-	-
Dividend paid - Interim - Scrip	1,278	-	-	(1,278)	-
<b>Total transactions with equity holders</b>	1,278	-	-	(1,278)	-
<b>Balance as at 30.09.2021</b>	16,170	2,407	(174)	16,942	35,345
<b>Balance as at 01.04.2022</b>	17,072	2,640	(375)	19,482	38,819
Surcharge Tax	-	-	-	(1,947)	(1,947)
<b>Balance After Surcharge Tax</b>	17,072	2,640	(375)	17,535	36,872
<b>Total comprehensive income for the six months ended 30.09.2022</b>					
Profit for the period ended 30.09.2022	-	-	-	679	679
Other comprehensive income (net of tax)	-	-	(293)	81	(212)
<b>Total comprehensive income for the six months ended 30.09.2022</b>	-	-	(293)	760	467
<b>Transactions with equity holders, recognised directly in equity</b>					
Transfers to reserves during the period	-	-	-	-	-
Dividend paid	944	-	-	(944)	-
<b>Total transactions with equity holders</b>	944	-	-	(944)	-
<b>Balance as at 30.09.2022</b>	18,016	2,640	(668)	17,351	37,339

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**STATEMENT OF CHANGES IN EQUITY - GROUP**

	Capital	Statutory Reserve Fund	Other Reserves		Retained Earnings	Total	Non-controlling Interest	Total Equity
			FV Reserve	Foreign currency translation reserve				
			Rs. Mn.	Rs. Mn.				
<b>Balance as at 01.04.2021</b>	14,892	2,465	(123)	544	20,682	38,460	2,662	41,122
<b>Total comprehensive income for the six months ended 30.09.2021</b>								
Profit for the period ended 30.09.2021	-	-	-	-	1,138	1,138	165	1,303
Other comprehensive income (net of tax)	-	-	(56)	(9)	13	(52)	(9)	(61)
<b>Total comprehensive income for the six months ended 30.09.2021</b>	-	-	(56)	(9)	1,151	1,086	156	1,242
<b>Transactions with equity holders, recognised directly in equity</b>								
Transfers to reserves during the period	-	-	-	-	-	-	-	-
Dividend paid - Interim - Scrip	1,278	-	-	-	(1,278)	-	(150)	(150)
<b>Total transactions with equity holders</b>	<b>1,278</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,278)</b>	<b>-</b>	<b>(150)</b>	<b>(150)</b>
<b>Balance as at 30.09.2021</b>	<b>16,170</b>	<b>2,465</b>	<b>(179)</b>	<b>535</b>	<b>20,555</b>	<b>39,546</b>	<b>2,668</b>	<b>42,214</b>
<b>Balance as at 01.04.2022</b>	<b>17,072</b>	<b>2,729</b>	<b>(379)</b>	<b>1,276</b>	<b>23,123</b>	<b>43,821</b>	<b>3,155</b>	<b>46,976</b>
Surcharge Tax	-	-	-	-	(2,493)	(2,493)	-	(2,493)
<b>Balance After Surcharge Tax</b>	<b>17,072</b>	<b>2,729</b>	<b>(379)</b>	<b>1,276</b>	<b>20,630</b>	<b>41,328</b>	<b>3,155</b>	<b>44,483</b>
<b>Total comprehensive income for the six months ended 30.09.2022</b>								
Profit for the period ended 30.09.2022	-	-	-	-	1,126	1,126	110	1,236
Other comprehensive income (net of tax)	-	-	(332)	58	93	(181)	47	(134)
<b>Total comprehensive income for the six months ended 30.09.2022</b>	<b>-</b>	<b>-</b>	<b>(332)</b>	<b>58</b>	<b>1,219</b>	<b>945</b>	<b>157</b>	<b>1,102</b>
<b>Transactions with equity holders, recognised directly in equity</b>								
Transfers to reserves during the period	-	-	-	-	-	-	-	-
Dividend paid	944	-	-	-	(944)	-	(74)	(74)
<b>Total transactions with equity holders</b>	<b>944</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(944)</b>	<b>-</b>	<b>(74)</b>	<b>(74)</b>
<b>Balance as at 30.09.2022</b>	<b>18,016</b>	<b>2,729</b>	<b>(711)</b>	<b>1,334</b>	<b>20,905</b>	<b>42,273</b>	<b>3,238</b>	<b>45,511</b>

The above figures are provisional and subject to audit.

# INTERIM FINANCIAL STATEMENTS

## STATEMENT OF CASH FLOWS

For the six months ended 30th September	Company		Group	
	2022 Rs. Mn. Unaudited	2021 Rs. Mn. Unaudited	2022 Rs. Mn. Unaudited	2021 Rs. Mn. Unaudited
<b>Cash flows from operating activities</b>				
Income from cash and cash equivalent	607	33	609	35
Payments to loans and receivables	(24,191)	(47,868)	(27,176)	(48,347)
Receipts from loans and receivables	52,252	58,146	57,295	58,918
Investment in balances with banks & financial institutions	(27,959)	(15,555)	(31,706)	(16,174)
Receipts from balances with banks & financial institutions	24,048	8,859	28,331	9,126
Investment in debt instrument at amortized cost	(20,998)	(13,247)	(14,596)	(15,091)
Receipts from debt instrument at amortized cost	20,247	10,463	13,697	11,485
Payment for due to customers	(107,054)	(59,777)	(107,159)	(59,224)
Receipts from due to customers	96,873	54,627	96,306	54,268
Receipt from other income	-	2	74	92
Investment in financial assets - fair value through profit or loss	(170)	(4,534)	(170)	(5,053)
Proceeds from financial assets - fair value through profit or loss	-	3,638	678	4,316
Receipt from Financial assets - Fair value through OCI	98	1	139	25
Investment in Financial assets - Fair value through OCI	-	(918)	(477)	(932)
Payment for lease liabilities	(361)	(343)	(296)	(250)
Payment for personnel expenses	(2,682)	(1,818)	(3,337)	(2,313)
Payment for other operating activities	(2,108)	(1,287)	(2,358)	(1,275)
Premium received from customers	-	-	2,403	2,192
Claims paid	-	-	(2,240)	(1,196)
Dividend income from investments	82	455	5	5
Gratuity paid	(28)	(8)	(33)	(9)
Income tax paid	(3,703)	(410)	(4,551)	(868)
<b>Net cash generated from/(used in) operating activities</b>	<b>4,953</b>	<b>(9,541)</b>	<b>5,438</b>	<b>(10,270)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(37)	(253)	(38)	(42)
Proceeds from the sale of property, plant and equipment	3	-	3	26
Purchase of intangible assets	-	(3)	(4)	(4)
<b>Net cash (used in)/generated from investing activities</b>	<b>(34)</b>	<b>(256)</b>	<b>(39)</b>	<b>(20)</b>
<b>Cash flows from financing activities</b>				
Payment for due to banks	(4,730)	(417)	(5,776)	(971)
Borrowing from due to banks	2,000	-	2,600	-
Payment for debt securities issued	(2,093)	(1,225)	(2,077)	(1,209)
Dividend paid to non-controlling interest	-	-	(74)	(150)
<b>Net cash (used in)/generated from financing activities</b>	<b>(4,823)</b>	<b>8,358</b>	<b>(5,327)</b>	<b>7,670</b>
<b>Net (decrease) in cash &amp; cash equivalents</b>	<b>96</b>	<b>(1,439)</b>	<b>72</b>	<b>(2,620)</b>
Cash and cash equivalents at the beginning of the period	4,599	1,987	4,077	2,953
<b>Cash and cash equivalents at the end of the period</b>	<b>4,695</b>	<b>548</b>	<b>4,149</b>	<b>333</b>
Cash and cash equivalents	6,092	1,583	6,425	1,978
Bank overdraft	(1,397)	(1,035)	(2,276)	(1,645)
Cash and cash equivalents at the end of the period	4,695	548	4,149	333

The above figures are provisional and subject to audit.

# INTERIM FINANCIAL STATEMENTS

## ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Company				
As at 30th September 2022	Financial instruments recognised at fair value through profit or loss (FVTPL) Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at fair value through other comprehensive income (FVOCI) Rs. Mn.	Total Rs. Mn.
<b>ASSETS</b>				
Cash and cash equivalents	-	6,092	-	6,092
Balances with banks and financial institutions	-	9,488	-	9,488
Financial assets -Fair value through profit or loss	181	-	-	181
Loans and receivables - Amortised cost	-	131,942	-	131,942
Financial assets - Fair value through other comprehensive income	-	-	1,013	1,013
Debt instrument - Amortised cost	-	11,796	-	11,796
Other financial assets	-	106	-	106
<b>Total financial assets</b>	<b>181</b>	<b>159,424</b>	<b>1,013</b>	<b>160,618</b>
As at 30th September 2022	Financial instruments recognised at FVTPL Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at FVOCI Rs. Mn.	Total Rs. Mn.
<b>LIABILITIES</b>				
Due to banks - Amortised cost	-	11,148	-	11,148
Due to customers - Amortised cost	-	99,474	-	99,474
Debt securities issued - Amortised cost	-	15,925	-	15,925
Other financial liabilities - Amortised cost	-	1,330	-	1,330
Lease liabilities - Amortised cost	-	1,912	-	1,912
<b>Total financial liabilities</b>	<b>-</b>	<b>129,789</b>	<b>-</b>	<b>129,789</b>
As at 31st March 2022	Financial instruments recognised at FVTPL Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at FVOCI Rs. Mn.	Total Rs. Mn.
<b>ASSETS</b>				
Cash and cash equivalents	-	4,669	-	4,669
Balances with banks & financial institutions	-	5,118	-	5,118
Financial assets -Fair value through profit or loss	25	-	-	25
Loans and receivables - Amortised cost	-	151,274	-	151,274
Financial assets - Fair value through other comprehensive income	-	-	1,333	1,333
Debt instrument - Amortised cost	-	9,827	-	9,827
Other financial assets	-	127	-	127
<b>Total financial assets</b>	<b>25</b>	<b>171,015</b>	<b>1,333</b>	<b>172,373</b>
As at 31st March 2022	Financial instruments recognised at FVTPL Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at FVOCI Rs. Mn.	Total Rs. Mn.
<b>LIABILITIES</b>				
Due to banks - Amortised cost	-	11,749	-	11,749
Due to customers - Amortised cost	-	103,368	-	103,368
Debt securities issued - Amortised cost	-	17,244	-	17,244
Other financial liabilities - Amortised cost	-	3,637	-	3,637
Lease liabilities - Amortised cost	-	2,059	-	2,059
<b>Total financial liabilities</b>	<b>-</b>	<b>138,057</b>	<b>-</b>	<b>138,057</b>

# INTERIM FINANCIAL STATEMENTS

## ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Group				
As at 30th September 2022	Financial instruments recognised at fair value through profit or loss (FVTPL) Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at fair value through other comprehensive income (FVOCI) Rs. Mn.	Total Rs. Mn.
<b>ASSETS</b>				
Cash and cash equivalents	-	6,425	-	6,425
Balances with banks & financial institutions	-	13,959	-	13,959
Financial assets -Fair value through profit or loss	335	-	-	335
Loans and receivables - Amortised cost	-	142,778	-	142,778
Insurance and reinsurance receivables	-	1,358	-	1,358
Financial assets - Fair value through other comprehensive income	-	-	1,691	1,691
Debt instrument - Amortised cost	-	18,131	-	18,131
<b>Total financial assets</b>	<b>335</b>	<b>182,651</b>	<b>1,691</b>	<b>184,677</b>
As at 30th September 2022	Financial instruments recognised at FVTPL Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at FVOCI Rs. Mn.	Total Rs. Mn.
<b>LIABILITIES</b>				
Due to banks - Amortised cost	-	14,158	-	14,158
Due to customers - Amortised cost	-	107,170	-	107,170
Debt securities issued - Amortised cost	-	15,792	-	15,792
Other financial liabilities - Amortised cost	-	1,949	-	1,949
Lease liabilities - Amortised cost	-	1,516	-	1,516
Insurance liabilities and reinsurance payable	-	5,244	-	5,244
<b>Total financial liabilities</b>	<b>-</b>	<b>145,829</b>	<b>-</b>	<b>145,829</b>
Group				
As at 31st March 2022	Financial instruments recognised at FVTPL Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at FVOCI Rs. Mn.	Total Rs. Mn.
<b>ASSETS</b>				
Cash and cash equivalents	-	5,403	-	5,403
Balances with banks & financial institutions	-	9,530	-	9,530
Financial assets -Fair value through profit or loss	849	-	-	849
Loans and receivables - Amortised cost	-	163,321	-	163,321
Insurance and reinsurance receivables	-	1,323	-	1,323
Financial assets - Fair value through other comprehensive income	-	-	1,633	1,633
Debt instrument - Amortised cost	-	16,014	-	16,014
<b>Total financial assets</b>	<b>849</b>	<b>195,591</b>	<b>1,633</b>	<b>198,073</b>
As at 31st March 2022	Financial instruments recognised at FVTPL Rs. Mn.	Financial instruments at amortised cost (AC) Rs. Mn.	Financial instruments at FVOCI Rs. Mn.	Total Rs. Mn.
<b>LIABILITIES</b>				
Due to banks - Amortised cost	-	15,300	-	15,300
Due to customers - Amortised cost	-	111,454	-	111,454
Debt securities issued - Amortised cost	-	17,103	-	17,103
Other financial liabilities - Amortised cost	-	4,043	-	4,043
Insurance liabilities and reinsurance payable	-	5,903	-	5,903
Lease liabilities - Amortised cost	-	1,588	-	1,588
<b>Total financial liabilities</b>	<b>-</b>	<b>155,391</b>	<b>-</b>	<b>155,391</b>

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**FAIR VALUE HIERARCHY**

Company	Level 1 Rs. Mn.	Level 2 Rs. Mn.	Level 3 Rs. Mn.	Total Rs. Mn.
<b>As at 30th September 2022</b>				
<b>Financial assets</b>				
<b>Financial assets -Fair value through profit or loss</b>				
Quoted Investments	181	-	-	181
Sub total	181	-	-	181
<b>Financial assets - Fair value through other comprehensive income</b>				
Quoted Equity Investments	235	-	-	235
Quoted Debt Investments	-	778	-	778
Sub total	235	778	-	1,013
<b>Total</b>	<b>416</b>	<b>778</b>	<b>-</b>	<b>1,194</b>
	Level 1 Rs. Mn.	Level 2 Rs. Mn.	Level 3 Rs. Mn.	Total Rs. Mn.
<b>As at 31st March 2022</b>				
<b>Financial assets</b>				
<b>Financial assets -Fair value through profit or loss</b>				
Quoted Investments	25	-	-	25
Investment in unit trust	-	-	-	-
Sub total	25	-	-	25
<b>Financial assets - Fair value through other comprehensive income</b>				
Quoted Equity Investments	232	-	-	232
Quoted Debt Investments	-	1,101	-	1,101
Sub total	232	1,101	-	1,333
<b>Total</b>	<b>257</b>	<b>1,101</b>	<b>-</b>	<b>1,358</b>
<b>Group</b>				
<b>As at 30th September 2022</b>				
<b>Financial assets</b>				
<b>Financial assets -Fair value through profit or loss</b>				
Quoted Investments	335	-	-	335
Investment in unit trust	-	-	-	-
Sub total	335	-	-	335
<b>Financial assets - Fair value through other comprehensive income</b>				
Quoted Equity Investments	235	-	-	235
Quoted Debt Investments	-	778	-	778
Treasury bills	-	678	-	678
Sub total	235	1,456	-	1,691
<b>Non financial assets - Investment property</b>				
Land and building	-	-	821	821
Sub total	-	-	821	821
<b>Total</b>	<b>570</b>	<b>1,456</b>	<b>821</b>	<b>2,847</b>
	Level 1 Rs. Mn.	Level 2 Rs. Mn.	Level 3 Rs. Mn.	Total Rs. Mn.
<b>As at 31st March 2022</b>				
<b>Financial assets</b>				
<b>Financial assets -Fair value through profit or loss</b>				
Quoted Investments	175	-	-	175
Investment in unit trust	-	674	-	674
Sub total	175	674	-	849
<b>Financial assets - Fair value through other comprehensive income</b>				
Quoted Equity Investments	232	-	-	232
Quoted Debt Investments	-	1,101	-	1,101
Treasury bills	-	300	-	300
Sub total	232	1,401	-	1,633
<b>Non financial assets - Investment property</b>				
Land and building	-	-	821	821
Sub total	-	-	821	821
<b>Total</b>	<b>407</b>	<b>2,075</b>	<b>821</b>	<b>3,303</b>

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**SEGMENTAL ANALYSIS - GROUP**

For the six months ended 30th September	Lease & HP		Loans		Islamic		Insurance		Other		Eliminations		Group	
	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.
Interest income	5,862	5,867	6,528	4,856	509	499	690	317	2,454	484	(195)	(104)	15,848	11,919
Net earned premiums	-	-	-	-	-	-	2,534	2,615	-	-	(96)	(92)	2,438	2,523
Fee and commission income	309	499	344	413	26	42	-	-	139	139	(512)	(522)	306	571
Net gains/(losses) on financial assets - FVTPL	-	-	-	-	-	-	3	40	(9)	29	-	-	(6)	69
Other operating income	4	247	4	205	-	21	40	26	57	214	(22)	(614)	83	99
<b>Gross income</b>	<b>6,175</b>	<b>6,613</b>	<b>6,876</b>	<b>5,474</b>	<b>535</b>	<b>562</b>	<b>3,267</b>	<b>2,998</b>	<b>2,641</b>	<b>866</b>	<b>(825)</b>	<b>(1,332)</b>	<b>18,669</b>	<b>15,181</b>
Interest expenses	3,312	2,715	3,687	2,247	287	231	-	-	1,416	356	(195)	(105)	8,507	5,444
<b>Total operating income</b>	<b>2,863</b>	<b>3,898</b>	<b>3,189</b>	<b>3,227</b>	<b>248</b>	<b>331</b>	<b>3,267</b>	<b>2,998</b>	<b>1,225</b>	<b>510</b>	<b>(630)</b>	<b>(1,227)</b>	<b>10,162</b>	<b>9,737</b>
Impairment and other losses for loans and receivables	1,012	917	971	982	16	68	-	-	(38)	80	-	-	1,961	2,047
<b>Net operating income</b>	<b>1,851</b>	<b>2,981</b>	<b>2,218</b>	<b>2,245</b>	<b>232</b>	<b>263</b>	<b>3,267</b>	<b>2,998</b>	<b>1,263</b>	<b>430</b>	<b>(630)</b>	<b>(1,227)</b>	<b>8,201</b>	<b>7,690</b>
Depreciation and amortisation	132	169	162	172	13	15	52	50	54	58	(85)	(85)	328	379
<b>Segment result</b>	<b>614</b>	<b>1,185</b>	<b>684</b>	<b>981</b>	<b>53</b>	<b>101</b>	<b>778</b>	<b>768</b>	<b>263</b>	<b>155</b>	<b>(31)</b>	<b>(607)</b>	<b>2,361</b>	<b>2,583</b>
Tax on financial services													559	504
Income tax expenses													566	776
<b>Profit for the period</b>													<b>1,236</b>	<b>1,303</b>
<b>As at 30th September</b>														
Segment Assets	69,218	76,423	84,748	77,805	7,037	6,924	11,616	11,369	28,011	26,233	(6,657)	(7,015)	193,973	191,739
<b>Total Assets</b>	<b>69,218</b>	<b>76,423</b>	<b>84,748</b>	<b>77,805</b>	<b>7,037</b>	<b>6,924</b>	<b>11,616</b>	<b>11,369</b>	<b>28,011</b>	<b>26,233</b>	<b>(6,657)</b>	<b>(7,015)</b>	<b>193,973</b>	<b>191,739</b>
Segment Liabilities	53,445	60,222	65,437	61,312	5,433	5,456	6,750	6,518	21,628	20,672	(4,231)	(4,655)	148,462	149,525
<b>Total Liabilities</b>	<b>53,445</b>	<b>60,222</b>	<b>65,437</b>	<b>61,312</b>	<b>5,433</b>	<b>5,456</b>	<b>6,750</b>	<b>6,518</b>	<b>21,628</b>	<b>20,672</b>	<b>(4,231)</b>	<b>(4,655)</b>	<b>148,462</b>	<b>149,525</b>

The above figures are provisional and subject to audit.  
Figures in brackets indicate deductions.

# INTERIM FINANCIAL STATEMENTS

## INFORMATION ON ORDINARY SHARES OF THE COMPANY

<b>Market Price</b>				
	2022		2021	
	Rs.		Rs.	
Highest price during the quarter ended 30th September :	7.20		13.80	
Lowest price during the quarter ended 30th September :	5.70		10.50	
Last traded price as at 30th September :	6.40		10.70	
<b>Issued Capital</b>				
Issued Capital as at 30th September 2022 was represented by the number of shares in issue as given below;				
	As at 30th September		As at 30th September 2021	
	Number		Number	Rs.
<b>Ordinary shares</b>	<b>Rs.</b>			
Issued for consideration	1,579,862,482	11,886,073,308	1,579,862,482	11,886,073,308
Transferred from preference shares on redemption	-	1,350,000,000	-	1,350,000,000
Issued as Scrip Dividend - Listed	462,020,634	4,779,485,084	223,082,744	2,934,414,970
<b>Total</b>	<b>2,041,883,116</b>	<b>18,015,558,392</b>	<b>1,802,945,226</b>	<b>16,170,488,278</b>

# INTERIM FINANCIAL STATEMENTS

## SHAREHOLDERS' INFORMATION

### **Twenty Largest Ordinary Shareholders as at 30th September 2022**

Twenty largest ordinary shareholders of the Company as at 30th September 2022 were as follows;

No.	Name of the Shareholder	No. of Shares	%
1	Peoples Bank	1,531,412,331	75.00
2	Employee's Provident Fund	110,825,541	5.43
3	National Savings Bank	56,438,626	2.76
4	Sri Lanka Insurance Corporation Ltd-Life Fund	25,157,485	1.23
5	Rubber Investment Trust Ltd A/C No 01	23,761,997	1.16
6	Employees Trust Fund Board	19,455,652	0.95
7	Bank Of Ceylon No. 1 Account	14,803,129	0.72
8	Perera And Sons Bakers Pvt Limited	12,901,639	0.63
9	Sri Lanka Insurance Corporation Ltd-General Fund	11,215,823	0.55
10	Ceylon Investment Plc A/C # 02	7,801,845	0.38
11	Mercantile Investments And Finance Plc	7,610,092	0.37
12	Ceylon Guardian Investment Trust Plc A/C # 02	4,623,513	0.23
13	Mr. W.A.S.P. De Saram	4,209,438	0.21
14	AIA Insurance Lanka Limited A/C No.07	4,091,437	0.2
15	Commercial Bank Of Ceylon Plc/Metrocorp (Pvt) Ltd	3,763,367	0.18
16	Hatton National Bank Plc A/C No.4 (Hnb Retirement Pension Fund)	3,515,112	0.17
17	J.B. Cocoshell (Pvt) Ltd	3,491,299	0.17
18	Mr. M.J. Fernando	3,298,934	0.16
19	Mr. K.D. H. Perera	3,117,158	0.15
20	Mr.A.M. Weerasinghe	2,989,662	0.15

### **Public Holding**

The percentage of ordinary shares held by the public as at 30th September 2022 was 24.97% and the number of shareholders representing the public holding was 10,038.

### **Directors'/ CEO's Holding in Shares as at 30th September 2022**

The number of ordinary shares held by the directors and CEO as at 30th September 2022 were as follows;

Name	Position	No. of Shares
Mr. M.P. Amirthanayagam (Appointed to the Board on 15th July 2022 and as Chairman w.e.f. 12th September 2022)	Chairman	12,921
Mr. Sujeewa Rajapakse (Resigned as Director/Chairman w.e.f 12th September 2022)	Chairman	179,452
Mr. Rohan Pathirage	Director	435,630
Mr. Azzam A. Ahamat	Director	-
Mr. K.C.J.C. Fonseka	Director	62,680
Mr. C.J.Wijetillake	Director	5,661
Mr. U.L.A.W. Bandara	Director	-
Ms. M.C. Pietersz	Director	-
Mr. R. Kodituwakku	Director	-
Mr. Shamindra Marcelline	CEO	-

### **Float adjusted Market Capitalisation**

The Float adjusted market capitalization as at 30th September 2022 - Rs. 3,263,092,570/-

The Float adjusted market capitalization of the Company falls under Option 4 of Rule 7.13.1 (a), 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.



# INTERIM FINANCIAL STATEMENTS

## EXPLANATORY NOTES

1. There are no significant changes in the accounting policies and methods of computation since the publication of financial statements in the annual report for the year 2021/2022.
2. The Interim Financial Statements for the six months ended 30th September 2022 are drawn up from unaudited accounts of the Company, its subsidiary companies: People's Leasing Property Development Limited, People's Leasing Fleet Management Limited, People's Insurance PLC, People's Leasing Havelock Properties Limited, People's Micro-commerce Ltd. and Lankan Alliance Finance Limited.
3. The Interim Financial Statements are in compliance with the Sri Lanka Accounting Standard - LKAS 34: Interim Financial Reporting and the provisions of the Companies Act No. 7 of 2007 and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.
4. All known expenses including management fees and similar expenses have been provided for in these financial statements.
5. On 24th June 2022, the Company declared a final dividend of Rs. 0.50 (cents fifty) per share for the financial year 2021/22, in the form of a scrip dividend. All ordinary resolutions as set out in the notice of meeting dated 26th July 2022, including the declaration of the scrip dividend, were unanimously adopted by the shareholders of the company at the annual general Meeting held on 7th September 2022. Moreover one hundred fifty four million six hundred eighty eight thousand and one hundred fourteen (154,688,114) ordinary shares of the company were listed with effect from 21st September 2022, pursuant to a scrip dividend in the proportion of one (1) share being issued for each existing twelve decimal two zero zero zero zero zero zero seven two four (1:12.200000724) shares held by the shareholders at the end of trading on the Colombo Stock Exchange as at 7th September 2022.
6. In May 2022, the Company received Rs. 76,815,850/- from Lanka Alliance Finance Limited as the final dividend for the financial year 2021.
7. On 18th April 2022 the Company redeemed 704,600 Senior Unsecured Redeemable Debentures issued in 2018 of Rs. 100/- each upon maturity.
8. Mr. M. P. Amirthanayagam was appointed to the Board of the Company as an Independent Non-Executive Director with effect from 15th July 2022. He was appointed as the Chairman of the Company with effect from 12th September 2022.
9. The Qualitative and Quantitative Factors used for ECL Model were not changed and remain consistent and Expected Credit Loss (ECL) at 30th September 2022 was estimated based on a range of forecasted economic conditions prevailed as at that date.
10. Related Implications of Current Macro Economic Conditions.  
Subsequent to year ended 31st March 2022, Sri Lanka's gross domestic product (GDP) contracted to 8.4 percent year-on-year in the second quarter of 2022 and is reflected in the company's performance.  
Sri Lanka has been experiencing a foreign exchange crisis, and it has grown significantly during the six months ended 30 September 2022. The market's exchange rates are under pressure due to the deterioration of foreign reserves. The Sri Lankan Rupee (LKR) has significantly declined in value relative to the US dollar, with the 30th of September 2022 exchange rate being Rs. 364.54 per USD. Because of the limited transactions in foreign currency, the group's direct exposure to foreign exchange rates is minimal.  
  
Furthermore, in September 2022, Sri Lanka's annual inflation rate (NCPI) reached 73.7 percent, and as a response to the prevailing economic crisis and inflation, the Central Bank of Sri Lanka (CBSL) has implemented a tightening monetary policy while increasing policy rates. As a result, the group has been adversely impacted as the interest cost of fixed deposits increased significantly during the six months ended 30 September 2022.  
Company continues to monitor the potential implications of GDP, Exchange rate, inflation rate and interest rate on the group's business activities, profitability, solvency and liquidity position.
11. Due to the current extraordinary macroeconomic conditions, the central bank of Sri Lanka requested that finance companies to provide need-based concessions to affected borrowers. (NBFI Sector Circular No 1 of 2022 subject to "Concessions to affected borrowers amidst the prevailing extraordinary economic circumstances) Eligible borrowers may request the above concessions on or before 15 August 2022. The eligibility assessment for concessions was completed in the 2nd quarter and it was reflected in the financial statements as at 30 September 2022.
12. The Surcharge Tax Act, No. 14 of 2022 was passed in Parliament on 07th of April 2022. The Act has imposed a 25% tax liability on Companies whose taxable income exceed Rs.2,000 million for the Year of Assessment 2020/21. Accordingly, the Company & Group has paid in full Rs. 1,947,166,890 and Rs.2,493,092,976 respectively by 20th July 2022.
13. On 20th October 2022, the Company has been assigned A+ (lka) stable outlook by Fitch Ratings Lanka Limited (Rating Watch Negative).
14. Mr. Sujeewa Rajapakse resigned as chairman and Non Executive/Non Independent director of the company with effect from 12th September 2022.
15. There have been no material events other than following events subsequent to the reporting date, which require adjustments to or disclosures in the interim financial statements.
  1. The Social Security Contribution Levy (SSCL) imposed with effect from 1 October 2022, at the rate of 2.5%. The Company is liable to pay the above levy based on value attributable.
  2. A bill to amend the Inland Revenue Act, No 24 of 2017 (IRA) has been gazzetted and issue on 11.10.2022. The changes proposed in the Bill to amend the IRA will be effective once the bill is passed in Parliament. Accordingly Corporate Income Tax rates are increasing from 24% to 30% effective from 1 October 2022.
16. There has been no significant change in the nature of the contingent liabilities for the six months ended 30th September 2022 which were disclosed in the Annual Report for the year ended 31st March 2022.

# INTERIM FINANCIAL STATEMENTS

## ANALYSIS OF LOANS AND RECEIVABLES IMPAIRMENT

### Analysis by stage wise

#### Company - 30th September 2022

	Stage 1 Rs. Mn.	Stage 2 Rs. Mn.	Stage 3 Rs. Mn.	Total Rs. Mn.
Loans and receivables	97,209	20,994	25,490	143,693
(Less):				
Individual impairment charges	-	-	1,997	1,997
Collective impairment charges	1,162	1,352	7,240	9,754
<b>Net loans and receivables</b>	<b>96,047</b>	<b>19,642</b>	<b>16,253</b>	<b>131,942</b>

#### Company - 31st March 2022

Loans and receivables	124,054	16,208	20,900	161,162
(Less):				
Individual impairment charges	-	-	1,655	1,655
Collective impairment charges	1,338	891	6,003	8,232
<b>Net loans and receivables</b>	<b>122,716</b>	<b>15,316</b>	<b>13,242</b>	<b>151,274</b>

#### Group - 30th September 2022

Loans and receivables	105,739	23,305	26,578	155,622
(Less):				
Individual impairment charges	-	-	1,998	1,998
Collective impairment charges	1,497	1,736	7,613	10,846
<b>Net loans and receivables</b>	<b>104,242</b>	<b>21,569</b>	<b>16,967</b>	<b>142,778</b>

#### Group - 31st March 2022

Loans and receivables	134,632	17,272	22,259	174,163
(Less):				
Individual impairment charges	-	-	1,655	1,655
Collective impairment charges	1,746	1,036	6,405	9,187
<b>Net loans and receivables</b>	<b>132,886</b>	<b>16,236</b>	<b>14,199</b>	<b>163,321</b>

# INTERIM FINANCIAL STATEMENTS

## DEBENTURE INFORMATION

### Market Prices for the quarter ended 30th September 2022

Debenture Type	Highest Rs.	Lowest Rs.	Last Traded Rs.
2018 - 4 Years - 12.40% p.a. payable annually			Has not been traded
2018 - 5 Years - 12.80% p.a. payable annually			Has not been traded
2021 - 3 Years - 8.00% p.a. payable annually			Has not been traded
2021 - 3 Years - 8.00% AER payable on redemption			Has not been traded
2021 - 5 Years - 9.00% p.a. payable annually			Has not been traded
2021 - 5 Years - 9.00% AER payable on redemption			Has not been traded

### Interest Rates

Debenture Type	Coupon Rate (%)	Annual Effective Rate (%)
2018 - 4 Years - 12.40% p.a. payable annually	12.40	12.40
2018 - 5 Years - 12.80% p.a. payable annually	12.80	12.80
2021 - 3 Years - 8.00% p.a. payable annually	8.00	8.00
2021 - 3 Years - 8.00% AER payable on redemption	-	8.00
2021 - 5 Years - 9.00% p.a. payable annually	9.00	9.00
2021 - 5 Years - 9.00% AER payable on redemption	-	9.00

### Interest Rates of Comparable Government Securities

6 Months Treasury Bill	30.41%
1 Year Treasury Bill	29.16%
2 Year Treasury Bond	24.81%
3 Year Treasury Bond	26.48%
4 Year Treasury Bond	25.85%
5 Year Treasury Bond	26.48%

### Current Yield & Yield to Maturity

Debenture Type	Current Yield (%)	Yield to Maturity (%)
2018 - 4 Years - 12.40% p.a. payable annually	12.40	12.40
2018 - 5 Years - 12.80% p.a. payable annually	12.80	12.80
2021 - 3 Years - 8.00% p.a. payable annually	8.00	8.00
2021 - 3 Years - 8.00% AER payable on redemption	-	8.00
2021 - 5 Years - 9.00% p.a. payable annually	9.00	9.00
2021 - 5 Years - 9.00% AER payable on redemption	-	9.00

### Ratios

	As at 30.09.2022	As at 31.03.2022
Debt to Equity Ratio (Times)*	0.73	0.75
Interest Cover (Times)	1.13	1.61
Quick Asset Ratio (%)	88.84	70.88

\* Debt to Equity Ratio has been computed without considering Due to Customers balances.

# INTERIM FINANCIAL STATEMENTS

## RELATED PARTY DISCLOSURE

	Parent		Subsidiaries	
	2022 Rs. Mn.	2021 Rs. Mn.	2022 Rs. Mn.	2021 Rs. Mn.
<b>Transactions with Related entities</b>				
<b>Company</b>				
The Company had the under mentioned financial dealings during the period with the following related entities.				
<b>For the period ended 30 September</b>				
<b>Items in Statement of Profit or Loss</b>				
Interest income	2,286	368	139	73
Interest expense	85	49	95	83
Fee & Commission income	-	-	314	330
Other operating income	-	-	82	458
Benefits, claims and underwriting expenditure	-	-	89	83
Depreciation and amortisation	2	11	108	108
Other operating expenses	6	-	5	19
<b>As at 30 September</b>				
<b>Items in Statement of Financial Position</b>				
<b>Assets</b>				
Cash and cash equivalents	5,241	12	-	-
Balances with banks & financial institutions	9,488	12,239	-	-
Loans and receivables	-	-	1,561	1,560
Financial assets - Amortised cost	11,796	9,985	-	-
Investments in subsidiaries	-	-	3,214	3,214
Other assets	-	-	150	261
Right of use asset	24	123	476	691
<b>Total</b>	<b>26,549</b>	<b>22,359</b>	<b>5,401</b>	<b>5,726</b>
<b>Liabilities</b>				
Due to banks	1,397	504	-	-
Due to customers	1,550	1,193	660	652
Debt Securities issued	-	-	133	133
Other Financial liabilities	-	-	538	643
Lease liabilities	26	140	543	745
Other liabilities	30	8	36	19
<b>Total</b>	<b>3,003</b>	<b>1,845</b>	<b>1,910</b>	<b>2,192</b>
<b>For the period ended 30 September</b>				
<b>Transactions</b>				
Transaction cost on debenture issue and securitisation	-	-	-	-
Purchase of vehicles	-	-	-	-
Building rent paid	4	18	142	141
Building rent received	-	-	7	9
Cash and cash equivalents - Repo investments	6,150	33,912	-	-
Cash and cash equivalents - Repo settlements	6,665	33,923	-	-
Cash and cash equivalents - Money market account investments	17,978	15,555	-	-
Cash and cash equivalents - Money market account withdrawals	19,235	8,859	-	-
Cash and cash equivalents - Call Deposit Investments	17,330	-	-	-
Cash and cash equivalents - Call Deposit withdrawals	13,929	-	-	-
Balances with banks and financial institutions - FD investments	26,459	-	-	-
Balances with banks and financial institutions - FD withdrawals	19,434	-	-	-
Loans and receivables - Grantings	-	-	152	136
Loans and receivables - Repayments	-	-	120	113
Debt instrument - Amortised cost - Investments	20,998	13,247	-	-
Debt instrument - Amortised cost - Settlements	20,248	10,463	-	-
Due to banks - Borrowings	-	-	-	-
Due to banks - Repayment	295	197	-	-
Due to customers - Investments	1,224	67	877	567
Due to customers - Withdrawals/settlements	705	23	311	359
Other financial liabilities - Services obtained	-	-	5	25
Other financial liabilities - Repayment	-	-	5	22
Dividend paid	-	959	-	-
Dividend Income	-	-	77	450
Insurance premium paid in respect of customers introduced by People's Leasing & Finance PLC	-	-	688	1,421
<b>Total</b>	<b>170,654</b>	<b>117,223</b>	<b>2,384</b>	<b>3,243</b>
<b>Off- Balance Sheet Items</b>				
Guarantees	-	-	-	300

# INTERIM FINANCIAL STATEMENTS

## RELATED PARTY DISCLOSURE

### Transactions with other Related entities

#### Group

The group had the under mentioned financial dealings during the period with the following related entities.

	Parent	
	2022 Rs. Mn.	2021 Rs. Mn.
<b>For the period ended 30 September</b>		
<b>Items in Statement of Profit or Loss</b>		
Interest income	2,409	383
Interest expenses	102	56
Net earned premiums	245	77
Fee and commission income	14	16
Other operating income	57	55
Benefits, claims and underwriting expenditure	18	5
Depreciation and amortisation	2	11
<b>As at 30 September</b>		
<b>Items in Statement of Financial Position</b>		
<b>Assets</b>		
Cash and cash equivalents	5,435	262
Balances with banks & financial institutions	10,848	12,786
Insurance and reinsurance receivables	235	35
Financial investments - Amortised cost	11,796	9,985
Other assets	14	11
Right of use assets	24	123
Total	28,352	23,202
<b>Liabilities</b>		
Due to banks	1,649	921
Due to customers	1,550	1,193
Other liabilities	263	18
Lease liabilities	26	140
Total	3,488	2,272

## CORPORATE INFORMATION

### **Name of Company**

People's Leasing & Finance PLC  
(Subsidiary of People's Bank)

### **Legal Form**

Public Limited Liability Company  
(Incorporated and domiciled in Sri Lanka)  
quoted in the Colombo Stock Exchange

### **Date of Incorporation**

22nd August 1995

### **Company Registration Number**

PB 647 PQ

### **Accounting Year-end**

31st March

### **Stock Exchange Listing**

The Ordinary shares of the Company were quoted on the Main Board of the Colombo Stock Exchange (CSE) on 24th November 2011.

47,840,906 Ordinary shares of the company were listed with effect from 9th August 2019, pursuant to a scrip dividend.

76,899,372 Ordinary shares of the company were listed with effect from 24th December 2020, pursuant to a scrip dividend.

98,342,466 Ordinary shares of the company were listed with effect from 13th August 2021, pursuant to a scrip dividend.

84,249,776 Ordinary shares of the company were listed with effect from 13th January 2022, pursuant to a scrip dividend.

154,688,114 Ordinary shares of the company were listed with effect from 21st September 2022, pursuant to a scrip dividend.

Senior, Unsecured, Redeemable, four year (2018/22) and five year (2018/23) Debentures were listed on the Debt Securities Main Board of Colombo Stock Exchange on 27th April 2018.

Senior, Unsecured, Redeemable, three year (2021/24) and five year (2021/26) Debentures were listed on the Debt Securities Main Board of Colombo Stock Exchange on 18th August 2021.

### **Registered Office & Principal Place of Business**

1161, Maradana Road, Borella

Colombo 08, Sri Lanka.

Postal Code: 00800

Telephone +94 11 2631631

Fax +94 11 2631980/81

Email: [info@plc.lk](mailto:info@plc.lk)

Web Address: [www.plc.lk](http://www.plc.lk)

### **Compliance Officer**

Ms. Zairaa Kaleel

### **Company Secretary**

Ms. Shaalini Silva

### **Registrar**

SSP Corporate Services (Pvt) Ltd

No. 101, Inner Flower Road,

Colombo 03, Sri Lanka.

Telephone: +94 11 2573894, +94 11 2576871

Fax: +94 11 2573609

E-mail: [sspsec@sltnet.lk](mailto:sspsec@sltnet.lk)

### **Auditor**

Auditor General

Auditor General's Department,  
No. 306/72, Polduwa Road,  
Battaramulla.

### **Bankers**

People's Bank  
Sampath Bank PLC  
Bank of Ceylon  
Commercial Bank of Ceylon PLC  
DFCC Bank PLC  
Hatton National Bank PLC  
National Development Bank PLC  
Nations Trust Bank PLC  
Seylan Bank PLC  
Standard Chartered Bank  
Habib Bank Limited  
Citi Bank N.A.  
Indian Bank  
Indian Overseas Bank  
Pan Asia Banking Corporation PLC

### **Head Office & Branch Offices**

Head Office, Akuressa, Ambalangoda, Aluthgama, Ambalanthota, Ampara, Anamaduwa, Anuradapura, Awissawella, Badulla, Balangoda, Bandarawela, Battaramulla, Batticaloa, Benthot, Chilaw, Chunnakam, Colombo 07, Dambulla, Dehiwala, Deniyaya, Digana, Divulapitiya, Galle Embilipitiya, Galenbindunuwewa, Elpitiya, Gampaha, Gampola, Giriulla, Godakawela, Grandpass, Hambantota, Hanwell, Hatton, Havelock, Hingurakgoda, Homagama, Horana, Ja-Ela, Jaffna, Kadawatha, Kaduwela, Kalawana, Kalawanchikudi, Kalmunai, Kalutara, Katugasthota, Kamburupitiya, Kandy, Kandy Alsafa, Kanthale Kattandudy, Kegalle, Kekirawa, Kelaniya Kilinocchi, Kiribathgoda, Kirindiwela, Kodikamam, Kuliyapitiya, Kurunegala, Mahaiyawa, Maharagama, Mahiyanganaya, Mannar, Matale, Matara, Mathugama, Mawanella, Medawachchiya, Melsiripura, Merigama, Metropolitan (Vauxhall Street), Minuwangoda, Monaragala, Moratuwa, Mutur, Narammala, Nattandiya, Nawalapitiya, Negombo, Negombo City, Nelliady, Neluwa, Nittambuwa, Nugegoda, Nuwara Eliya, Panadura, Pelmadulla, Pettah, Pilimathalawa, Piliyandala, Polonnaruwa, Puttalam, Ragama, Ratnapura, Tangalle, Thabuttegama, Thissamaharama, Trincomalee, Udugama, Union Place, Urubokka, Vavuniya, Walasmulla, Warakapola, Wariyapola, Wattala, Welimada, Wellawatha, Wellawaya, Wennappuwa

### **Board of Directors**

Mr.M. P. Amirthanayagam - Chairman  
(Appointed to the Board on 15th July 2022 and as Chairman w.e.f. 12th September 2022)

Mr. Sujeewa Rajapakse - (Resigned as Director/Chairman w.e.f. 12th September 2022)

Mr. Rohan Pathirage  
Mr. Azzam A. Ahamat  
Mr. K.C.J.C. Fonseka

Mr. C.J.Wijetillake  
Mr. U.L.A.W. Bandara

Ms. M.C. Pietersz  
Mr. R. Kodituwakku

### **Board Audit Committee**

Ms. M.C. Pietersz - Chairperson  
Mr. U.L.A.W. Bandara - Member  
Mr. Azzam A. Ahamat - Member

### **Board Integrated Risk Management Committee**

Mr. C.J.Wijetillake - Chairman  
Mr. Azzam A. Ahamat - Member  
Mr. K.C.J.C. Fonseka - Member

### **Human Resources and Remuneration Committee**

Mr. U.L.A.W. Bandara - Chairman  
Ms. M.C. Pietersz - Member  
Mr. Rohan Pathirage - Member

### **Nomination Committee**

Mr. U.L.A.W. Bandara - Chairman  
Ms. M.C. Pietersz - Member  
Mr. Rohan Pathirage - Member

### **Related Party Transaction Review Committee**

Mr. C.J.Wijetillake - Chairman  
Mr. U.L.A.W. Bandara - Member  
Mr. Rohan Pathirage - Member

### **Board Investment Committee**

Mr. K.C.J.C. Fonseka - Chairman  
Mr. C.J.Wijetillake - Member  
Mr. Azzam A. Ahamat - Member

### **Board Credit Committee**

Mr. R. Kodituwakku - Chairman  
Mr. C.J.Wijetillake - Member  
Mr. U.L.A.W. Bandara - Member

### **Local Subsidiary Companies**

People's Leasing Fleet Management Limited  
People's Leasing Property Development Limited  
People's Leasing Havelock Properties Limited  
People's Insurance PLC  
People's Micro-commerce Ltd.

### **Foreign Subsidiary Companies**

Lankan Alliance Finance Limited

### **Corporate Memberships**

The Financial House Association of Sri Lanka  
Credit Information Bureau of Sri Lanka  
The Financial Ombudsman, Sri Lanka  
The Leasing Association of Sri Lanka  
The Association of Margin Providers  
Biodiversity Sri Lanka (Patron Member)

### **Vehicle Yards**

No. 429, 2nd Division, Darly Road, Colombo 10, Sri Lanka.

No. 496, Makola North, Makola, Sri Lanka.

No. 225/D, Nayagala Road, Heiyanthuduwa, Mabima, Sri Lanka.

No.8, Pothuvil Road, Monaragala, Sri Lanka

Ketalagolla, Beligamuwa, Galewela, Sri Lanka

### **Tax Payer Identity Number (TIN)**

114 156396

### **Income Tax Identity Number**

114 156396 0000

### **VAT Registration Number**

114 156396 7000

### **Central Bank Registration Number**

046 (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**

The Company has been assigned A+ (Ika) stable outlook by Fitch Ratings Lanka Limited (Rating Watch Negative)

**INTERIM**  
**FINANCIAL**  
**STATEMENTS**



PEOPLE'S LEASING & FINANCE PLC