

# **GATHERING MOMENTUM**

## **UNAUDITED FINANCIAL STATEMENTS**

For the Period ended 31st March 2020



 **Merchant Bank of  
Sri Lanka & Finance PLC**

Rating ICRA " [SL] A- Negative"

Co.Reg.No. PQ10

## Merchant Bank of Sri Lanka & Finance PLC

### Unaudited Statement of Profit or Loss

|   | Company                               |                                       |             | Group                                 |                                       |             |
|---|---------------------------------------|---------------------------------------|-------------|---------------------------------------|---------------------------------------|-------------|
|   | Quarter ended                         |                                       |             | Quarter ended                         |                                       |             |
|   | 31/03/2020<br>(Unaudited)<br>LKR '000 | 31/03/2019<br>(Unaudited)<br>LKR '000 | Change<br>% | 31/03/2020<br>(Unaudited)<br>LKR '000 | 31/03/2019<br>(Unaudited)<br>LKR '000 | Change<br>% |
| Income  | 1,399,557                             | 1,593,010                             | (12.1)      | 1,481,823                             | 1,623,182                             | (8.7)       |
| Interest and similar income   | 1,446,540                             | 1,562,064                             | (7.4)       | 1,493,721                             | 1,585,138                             | (5.8)       |
| Interest and similar expenses   | 1,024,770                             | 1,030,703                             | (0.6)       | 1,039,350                             | 1,044,671                             | (0.5)       |
| <b>Net interest income</b>  | 421,770                               | 531,361                               | (20.6)      | 454,371                               | 540,468                               | (15.9)      |
| Fee and commission income   | 28,286                                | 42,894                                | (34.1)      | 29,102                                | 42,894                                | (32.2)      |
| Fee and commission expenses   | 3,425                                 | 7,844                                 | (56.3)      | 3,425                                 | 7,844                                 | (56.3)      |
| <b>Net fee and commission income</b>  | 24,861                                | 35,050                                | (29.1)      | 25,677                                | 35,050                                | (26.7)      |
| Insurance premium income  | -                                     | -                                     | -           | 35,730                                | 8,757                                 | 308.0       |
| Net claims and benefits   | -                                     | -                                     | -           | (24,569)                              | (19,107)                              | (28.6)      |
| Net trading income  | 278                                   | (213)                                 | 230.9       | 278                                   | (213)                                 | 230.9       |
| Net gain/(loss) on financial instruments at fair value through profit or loss     | (81,429)                              | (29,131)                              | (179.5)     | (83,886)                              | (28,804)                              | (191.2)     |
| Other operating income  | 5,882                                 | 17,395                                | (66.2)      | 6,877                                 | 15,410                                | (55.4)      |
| <b>Total operating income</b>   | 371,362                               | 554,463                               | (33.0)      | 414,478                               | 551,560                               | (24.9)      |
| Impairment charges from loans and other losses                                    | (10,041)                              | 50,785                                | (119.8)     | (10,041)                              | 50,785                                | (119.8)     |
| <b>Net operating income</b>   | 381,402                               | 503,678                               | (24.3)      | 424,519                               | 500,775                               | (15.2)      |
| Personnel expenses  | 297,757                               | 290,975                               | 2.3         | 334,115                               | 308,043                               | 8.5         |
| Depreciation and amortisation   | 73,144                                | 29,535                                | 147.7       | 79,016                                | 32,223                                | 145.2       |
| Other operating expenses  | 128,783                               | 203,856                               | (36.8)      | 153,394                               | 230,244                               | (33.4)      |
| <b>Total operating expense</b>  | 499,685                               | 524,365                               | (4.7)       | 566,525                               | 570,510                               | (0.7)       |
| <b>Profit/(loss) from operations</b>  | (118,282)                             | (20,687)                              | (471.8)     | (142,006)                             | (69,735)                              | (103.6)     |
| Impairment from investment in Group companies                                     | 18,759                                | -                                     | -           | -                                     | -                                     | -           |
| Impairment from investment in Associate companies                                 | 1,174                                 | -                                     | -           | 1,174                                 | -                                     | -           |
| <b>Profit/(loss) from operations after impairment from subsidiary investments</b> | (138,215)                             | (20,687)                              | (568.1)     | (143,180)                             | (69,735)                              | (105.3)     |
| Value added tax (VAT) & Nation building tax (NBT) on financial services           | 20,343                                | 34,825                                | (41.6)      | 20,343                                | 34,825                                | (41.6)      |
| Debt repayment levy   | -                                     | 17,976                                | (100.0)     | -                                     | 17,976                                | (100.0)     |
| Share of associate companies profit before tax                                    | -                                     | -                                     | -           | (1,174)                               | (3,191)                               | 63.2        |
| <b>Profit/(loss) before income tax</b>  | (158,558)                             | (73,487)                              | (115.8)     | (164,697)                             | (125,726)                             | (31.0)      |
| Income tax expense/(Reversal)   | -                                     | -                                     | -           | -                                     | -                                     | -           |
| <b>Profit/(loss) for the period</b>   | (158,558)                             | (73,487)                              | (115.8)     | (164,697)                             | (125,726)                             | (31.0)      |
| <b>Profit/(loss) for the period attributable to:</b>                              |                                       |                                       |             |                                       |                                       |             |
| Equity holders of the parent  | (158,558)                             | (73,487)                              | (115.8)     | (152,565)                             | (117,937)                             | (29.4)      |
| Non controlling interests   | -                                     | -                                     | -           | (10,958)                              | (7,789)                               | (40.7)      |
| <b>Profit/(loss) for the period</b>   | (158,558)                             | (73,487)                              | (115.8)     | (163,523)                             | (125,726)                             | (30.1)      |
| <b>Earnings per share:</b>  |                                       |                                       |             |                                       |                                       |             |
| Basic/diluted earnings per share (LKR)  | (0.96)                                | (0.44)                                | (115.8)     | (0.92)                                | (0.71)                                | (29.4)      |

## Merchant Bank of Sri Lanka & Finance PLC

### Unaudited Statement of Comprehensive Income

|   | Company                               |                                       |                | Group                                 |                                       |               |
|---|---------------------------------------|---------------------------------------|----------------|---------------------------------------|---------------------------------------|---------------|
|   | Quarter ended                         |                                       |                | Quarter ended                         |                                       |               |
|   | 31/03/2020<br>(Unaudited)<br>LKR '000 | 31/03/2019<br>(Unaudited)<br>LKR '000 | Change<br>%    | 31/03/2020<br>(Unaudited)<br>LKR '000 | 31/03/2019<br>(Unaudited)<br>LKR '000 | Change<br>%   |
| <b>Profit/(loss) for the period</b>   | <b>(158,558)</b>                      | <b>(73,487)</b>                       | <b>(115.8)</b> | <b>(164,697)</b>                      | <b>(125,726)</b>                      | <b>(31.0)</b> |
| <b>Other comprehensive income/(expense) for the period</b>  |                                       |                                       |                |                                       |                                       |               |
| Actuarial gains/(losses) on defined benefit plans   | -                                     | -                                     | -              | -                                     | -                                     | -             |
| <b>Fair value reserves (Financial investments at fair value through other comprehensive income):</b>  |                                       |                                       |                |                                       |                                       |               |
| Gains/(Losses) on re-measuring financial investments at fair value through other comprehensive income | -                                     | 9,550                                 | (100.0)        | 1,524                                 | 9,550                                 | (84.0)        |
| Recycling to the income statement for impairment  | -                                     | -                                     | -              | -                                     | -                                     | -             |
| Share of associates companies' other comprehensive income   | -                                     | -                                     | -              | -                                     | -                                     | -             |
| <b>Other comprehensive income/(expense) before tax</b>  | <b>-</b>                              | <b>9,550</b>                          | <b>(100.0)</b> | <b>1,524</b>                          | <b>9,550</b>                          | <b>(84.0)</b> |
| Deferred tax (charge)/credit relating to components of other comprehensive income                     | -                                     | -                                     | -              | -                                     | -                                     | -             |
| <b>Other comprehensive income/(expense) for the period, net of tax</b>                                | <b>-</b>                              | <b>9,550</b>                          | <b>(100.0)</b> | <b>1,524</b>                          | <b>9,550</b>                          | <b>(84.0)</b> |
| <b>Total comprehensive income/(expense) for the period, net of tax</b>                                | <b>(158,558)</b>                      | <b>(63,937)</b>                       | <b>(148.0)</b> | <b>(163,173)</b>                      | <b>(116,176)</b>                      | <b>(40.5)</b> |
| <b>Total comprehensive income/(expense) attributable to:</b>  |                                       |                                       |                |                                       |                                       |               |
| Equity holders of the parent  | (158,558)                             | (63,937)                              | (148.0)        | (151,745)                             | (108,387)                             | (40.0)        |
| Non controlling interests   | -                                     | -                                     | -              | (10,254)                              | (7,789)                               | (31.6)        |
|   | <b>(158,558)</b>                      | <b>(63,937)</b>                       | <b>(148.0)</b> | <b>(161,999)</b>                      | <b>(116,176)</b>                      | <b>(39.4)</b> |

# Merchant Bank of Sri Lanka & Finance PLC

## Unaudited Statement of Financial Position

| as at  | Company                               |                                       |              | Group                                 |                                       |              |
|--|---------------------------------------|---------------------------------------|--------------|---------------------------------------|---------------------------------------|--------------|
|  | 31/03/2020<br>(Unaudited)<br>LKR '000 | 31/12/2019<br>(Unaudited)<br>LKR '000 | Change<br>%  | 31/03/2020<br>(Unaudited)<br>LKR '000 | 31/12/2019<br>(Unaudited)<br>LKR '000 | Change<br>%  |
| <b>Assets</b>  |                                       |                                       |              |                                       |                                       |              |
| Cash and cash equivalents  | 1,077,928                             | 1,355,785                             | (20.5)       | 2,294,345                             | 2,178,946                             | 5.3          |
| Placements with banks & financial institutions                         | 1,484,031                             | 1,477,103                             | 0.5          | 2,136,111                             | 2,126,932                             | 0.4          |
| Financial investments at fair value through profit or loss             | 884,087                               | 945,199                               | (6.5)        | 891,472                               | 955,040                               | (6.7)        |
| Loans & receivables at amortised cost                                  | 27,946,814                            | 29,228,215                            | (4.4)        | 27,950,823                            | 28,973,923                            | (3.5)        |
| Financial investments at fair value through other comprehensive income | 1,747,598                             | 1,216,478                             | 43.7         | 2,112,974                             | 1,954,350                             | 8.1          |
| Financial investments at amortised cost                                | 1,568                                 | 1,513                                 | 3.6          | 1,568                                 | 1,513                                 | 3.6          |
| Real Estate Stock  | 303,554                               | 297,075                               | 2.2          | 303,554                               | 297,075                               | 2.2          |
| Investment in associate company  | 74,852                                | 76,026                                | (1.5)        | 74,851                                | 76,026                                | (1.5)        |
| Investment in subsidiary   | 831,209                               | 849,968                               | (2.2)        | -                                     | -                                     | -            |
| Investment properties  | 116,550                               | 117,276                               | (0.6)        | 116,550                               | 117,276                               | (0.6)        |
| Property, equipment and right-of-use assets                            | 875,358                               | 895,799                               | (2.3)        | 904,710                               | 928,706                               | (2.6)        |
| Intangible assets  | 172,605                               | 180,255                               | (4.2)        | 178,408                               | 187,460                               | (4.8)        |
| Deferred tax Assets  | -                                     | -                                     | -            | 264,899                               | 264,899                               | -            |
| Other assets   | 405,289                               | 334,431                               | 21.2         | 619,924                               | 551,755                               | 12.4         |
| <b>Total assets</b>  | <b>35,921,442</b>                     | <b>36,975,123</b>                     | <b>(2.8)</b> | <b>37,850,190</b>                     | <b>38,613,901</b>                     | <b>(2.0)</b> |
| <b>Liabilities</b>   |                                       |                                       |              |                                       |                                       |              |
| Due to banks   | 6,993,979                             | 7,749,021                             | (9.7)        | 6,997,151                             | 7,749,807                             | (9.7)        |
| Due to customers at amortised cost                                     | 22,532,980                            | 22,755,930                            | (1.0)        | 22,532,980                            | 22,755,930                            | (1.0)        |
| Debt issued and borrowed funds at amortised cost                       | 2,429,478                             | 2,466,268                             | (1.5)        | 2,685,690                             | 2,466,268                             | 8.9          |
| Insurance provision - life   | -                                     | -                                     | -            | 534,038                               | 546,253                               | (2.2)        |
| Insurance provision - non life   | -                                     | -                                     | -            | 406,501                               | 383,164                               | 6.1          |
| Current tax liabilities  | (927)                                 | 14,851                                | (106.2)      | (927)                                 | 14,851                                | (106.2)      |
| Deferred tax liabilities   | 212,520                               | 212,520                               | (0.0)        | 212,520                               | 212,520                               | (0.0)        |
| Other liabilities  | 1,025,846                             | 897,039                               | 14.4         | 1,299,844                             | 1,147,925                             | 13.2         |
| Retirement benefits obligations  | 278,329                               | 271,699                               | 2.4          | 290,767                               | 283,558                               | 2.5          |
| <b>Total liabilities</b>   | <b>33,472,205</b>                     | <b>34,367,328</b>                     | <b>(2.6)</b> | <b>34,958,564</b>                     | <b>35,560,276</b>                     | <b>(1.7)</b> |
| <b>Equity</b>  |                                       |                                       |              |                                       |                                       |              |
| Stated capital   | 2,124,457                             | 2,124,457                             | -            | 2,124,457                             | 2,124,457                             | -            |
| Retained earnings  | 94,330                                | 252,887                               | (62.7)       | (47,440)                              | 105,125                               | (145.1)      |
| OCI reserve  | (4,162)                               | (4,162)                               | -            | (8,279)                               | (9,099)                               | 9.0          |
| Statutory reserves   | 234,613                               | 234,613                               | -            | 234,613                               | 234,613                               | (0.0)        |
| Total equity attributable to the parent                                | 2,449,237                             | 2,607,795                             | (6.1)        | 2,303,351                             | 2,455,096                             | (6.2)        |
| Non controlling interests  | -                                     | -                                     | -            | 588,275                               | 598,529                               | (1.7)        |
| <b>Total equity</b>  | <b>2,449,237</b>                      | <b>2,607,795</b>                      | <b>(6.1)</b> | <b>2,891,626</b>                      | <b>3,053,625</b>                      | <b>(5.3)</b> |
| <b>Total liabilities and equity</b>                                    | <b>35,921,442</b>                     | <b>36,975,123</b>                     | <b>(2.8)</b> | <b>37,850,190</b>                     | <b>38,613,901</b>                     | <b>(2.0)</b> |
| Commitments and contingencies  | 115,937                               | 124,250                               | (6.7)        | 115,937                               | 177,350                               | (34.6)       |
| Net assets value per share (LKR)                                       | 14.77                                 | 15.72                                 | (6.1)        | 13.89                                 | 14.80                                 | (6.2)        |

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007

(sgd.)  
Head of Finance

(sgd.)  
Chief Executive Officer (Acting)

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.  
Approved and signed for and on behalf of the Board

(sgd.)  
Director

(sgd.)  
Director

Colombo, Sri Lanka  
31/Jul/20

## Merchant Bank of Sri Lanka & Finance PLC

### Unaudited Statement of Changes in Equity

| <b>Company</b>                       | <b>Stated capital<br/>LKR ' 000</b> | <b>Statutory reserves<br/>LKR ' 000</b> | <b>OCI reserve<br/>LKR ' 000</b> | <b>Retained profits<br/>LKR ' 000</b> | <b>Total equity<br/>LKR ' 000</b> |
|--------------------------------------|-------------------------------------|---|----------------------------------|---------------------------------------|-----------------------------------|
| Balance as at 01st January 2019      | 2,124,457                           | 214,096                                 | (7,461)                          | 193,012                               | 2,524,104                         |
| Net profit/(loss) for the Period     | -                                   | -                                       | -                                | (73,487)                              | (73,487)                          |
| Other comprehensive income           | -                                   | -                                       | 9,550                            | -                                     | 9,550                             |
| <b>Balance as at 31st March 2019</b> | <b>2,124,457</b>                    | <b>214,096</b>                          | <b>2,089</b>                     | <b>119,524</b>                        | <b>2,460,166</b>                  |
| Balance as at 01st January 2020      | 2,124,457                           | 234,613                                 | (4,162)                          | 252,887                               | 2,607,795                         |
| Net profit/(loss) for the period     | -                                   | -                                       | -                                | (158,558)                             | (158,558)                         |
| Other comprehensive income           | -                                   | -                                       | -                                | -                                     | -                                 |
| <b>Balance as at 31st March 2020</b> | <b>2,124,457</b>                    | <b>234,613</b>                          | <b>(4,162)</b>                   | <b>94,330</b>                         | <b>2,449,237</b>                  |

| <b>Group</b>                         | <b>Stated Capital<br/>LKR ' 000</b> | <b>Statutory reserves<br/>LKR ' 000</b> | <b>OCI reserve<br/>LKR ' 000</b> | <b>Retained profits<br/>LKR ' 000</b> | <b>Non controlling interest<br/>LKR ' 000</b> | <b>Total equity<br/>LKR ' 000</b> |
|--------------------------------------|-------------------------------------|---|----------------------------------|---------------------------------------|---|-----------------------------------|
| Balance as at 01st January 2019      | 2,124,457                           | 214,096                                 | (19,051)                         | 457,806                               | 64,007  | 2,841,315                         |
| Net profit/(loss) for the period     | -                                   | -                                       | -                                | (117,937)                             | (7,789)                                       | (125,726)                         |
| Other comprehensive income           | -                                   | -                                       | 9,550                            | -                                     | -   | 9,550                             |
| <b>Balance as at 31st March 2019</b> | <b>2,124,457</b>                    | <b>214,096</b>                          | <b>(9,501)</b>                   | <b>339,869</b>                        | <b>56,218</b>                                 | <b>2,725,139</b>                  |
| Balance as at 01st January 2020      | 2,124,457                           | 234,613                                 | (9,099)                          | 105,125                               | 598,529                                       | 3,053,625                         |
| Net profit/(loss) for the period     | -                                   | -                                       | -                                | (152,565)                             | (10,958)                                      | (163,523)                         |
| Other comprehensive income           | -                                   | -                                       | 820                              | -                                     | 704   | 1,524                             |
| <b>Balance as at 31st March 2020</b> | <b>2,124,457</b>                    | <b>234,613</b>                          | <b>(8,279)</b>                   | <b>(47,440)</b>                       | <b>588,275</b>                                | <b>2,891,626</b>                  |

Statutory reserve represents the reserve fund of the Company created in terms of the Finance Companies (Capital Funds) Direction No. 01 of 2003 issued by the Central Bank of Sri Lanka.

## Merchant Bank of Sri Lanka & Finance PLC

### Unaudited Statement of Cash Flows

| For the period ended 31st March  | Company                         |                                 | Group                           |                                 |
|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|  | 2020<br>(Unaudited)<br>LKR '000 | 2019<br>(Unaudited)<br>LKR '000 | 2020<br>(Unaudited)<br>LKR '000 | 2019<br>(Unaudited)<br>LKR '000 |
| <b>Cash flows from operating activities</b>                              |                                 |                                 |                                 |                                 |
| Profit before income tax   | (158,558)                       | (73,487)                        | (164,697)                       | (125,726)                       |
| Adjustments for :  |                                 |                                 |                                 |                                 |
| Change in operating assets   | 1,214,105                       | (1,036,456)                     | 1,217,038                       | (1,036,786)                     |
| Change in operating liabilities  | (134,837)                       | 2,148,260                       | (359,152)                       | 1,921,099                       |
| Share of 'associate companies' (profit)/loss before tax                  | -                               | -                               | 1,174                           | 3,191                           |
| Contribution to defined benefit plans                                    | 12,000                          | 12,000                          | 13,305                          | 13,305                          |
| Other non-cash items included in profit before tax                       | 128,745                         | 87,319                          | 118,314                         | 89,681                          |
| Dividend income  | (891)                           | (1,663)                         | (923)                           | (1,706)                         |
|  | <b>1,060,564</b>                | <b>1,135,973</b>                | <b>825,060</b>                  | <b>863,058</b>                  |
| Gratuity paid  | (5,371)                         | (8,175)                         | (6,097)                         | (8,716)                         |
| <b>Net cash generated from/(used in) operating activities before tax</b> | <b>1,055,194</b>                | <b>1,127,798</b>                | <b>818,963</b>                  | <b>854,342</b>                  |
| Income tax paid  | -                               | -                               | -                               | -                               |
| <b>Net cash generated from/(used in) operating activities</b>            | <b>1,055,194</b>                | <b>1,127,798</b>                | <b>818,963</b>                  | <b>854,342</b>                  |
| <b>Cash flows from investing activities</b>                              |                                 |                                 |                                 |                                 |
| Purchase of financial assets designated at FVTPL                         | (37,056)                        | (9,841)                         | (37,056)                        | (9,841)                         |
| Proceeds from disposal of financial assets designated at FVTPL           | 17,017                          | 9,829                           | 17,017                          | 9,829                           |
| Purchase of financial investments  | (1,411,143)                     | (631,890)                       | (1,037,123)                     | (655,382)                       |
| Proceeds from sale and maturity of financial investments                 | 902,372                         | -                               | 902,372                         | -                               |
| Net increase/(decrease) in other investment                              | (6,928)                         | (221,993)                       | (9,180)                         | (208,085)                       |
| Purchase of property & equipment   | (5,051)                         | (7,584)                         | (5,966)                         | (7,584)                         |
| Purchase of intangible assets  | (1,320)                         | -                               | (1,320)                         | -                               |
| Proceeds from sale of property & equipment                               | -                               | (252)                           | -                               | (252)                           |
| Investment in Subsidiary from parent and other parties                   | -                               | -                               | -                               | -                               |
| Dividend received  | 891                             | 1,663                           | 923                             | 1,706                           |
| <b>Net cash generated from/(used in) investing activities</b>            | <b>(541,219)</b>                | <b>(860,068)</b>                | <b>(170,332)</b>                | <b>(869,610)</b>                |
| <b>Cash flows from financing activities</b>                              |                                 |                                 |                                 |                                 |
| Net increase/(decrease) in reverse repo and repo agreements              | (331,172)                       | 428,252                         | (331,172)                       | 428,252                         |
| Net increase/(decrease) in other borrowings at amortised cost            | (506,738)                       | (184,554)                       | (250,526)                       | 81,333                          |
| Payments on redemption of debentures                                     | -                               | -                               | -                               | -                               |
| <b>Net cash generated from/(used in) financing activities</b>            | <b>(837,909)</b>                | <b>243,699</b>                  | <b>(581,697)</b>                | <b>509,585</b>                  |
| Net increase / (decrease) in cash and cash equivalents during the period | (323,935)                       | 511,428                         | 66,934                          | 494,317                         |
| Cash and cash equivalents at the beginning of the period                 | 1,022,800                       | 1,079,067                       | 1,845,175                       | 1,321,327                       |
| <b>Cash and cash equivalents at the end of the period</b>                | <b>698,865</b>                  | <b>1,590,496</b>                | <b>1,912,109</b>                | <b>1,815,644</b>                |
| Note   |                                 |                                 |                                 |                                 |
| <b>Analysis of Cash and Cash Equivalents</b>                             |                                 |                                 |                                 |                                 |
| Cash and short term funds  | 1,077,928                       | 1,915,631                       | 2,294,345                       | 2,140,783                       |
| Dues to banks  | (379,063)                       | (325,135)                       | (382,235)                       | (325,139)                       |
|  | <b>698,865</b>                  | <b>1,590,496</b>                | <b>1,912,109</b>                | <b>1,815,644</b>                |

### **1 Reporting entity**

Merchant Bank of Sri Lanka & Finance PLC is a public quoted company incorporated and domiciled in Sri Lanka on 04 March 1982. The registered office and principal place of business of the Company is located at the Bank of Ceylon Merchant Tower, No. 28, St Michael's Road, Colombo 03. The shares of the Company are listed in the Colombo Stock Exchange.

In the opinion of the Directors, the Company's parent enterprise and its ultimate parent enterprise is Bank of Ceylon.

The consolidated Financial Statements comprises of the Company, it's subsidiary: MBSL Insurance Company Ltd and it's interest in associate; Lanka Securities Ltd.

The consolidated Financial Statements for the period ended were authorized for issue on 31st July 2020, in accordance with the resolution of the Directors passed on 31st July 2020.

### **2 Change the Shareholding % of MBSL Insurance Ltd**

As the major shareholder of the MBSL Insurance Ltd, the Company-MBSL has invested LKR 500 Mn out of 1.2 Bn and allotted 112,537,891 ordinary shares on 4 April, 2019. The Company shareholding has reduced to 53.81% from 84.12% with the investment.

### **3 Basis of preparation and accounting policies**

The interim condensed Financial Statements for the period ended 31st March 2020 have been prepared in accordance with LKAS 34 - 'Interim Financial Reporting'. The interim condensed consolidated Financial Statements do not include all the information and disclosures required in the annual Financial Statements, and should be read in conjunction with the Group's annual Financial Statements.

There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report 2018, except for the Accounting Policies & methods of computation adopted to be in compliant with the requirements of the Sri Lanka Accounting Standard SLFRS - 16 on "Leases", which became effective for annual Financial period from January 1, 2019.

SLFRS - 16 requires recognizing lease liabilities and right of use assets for certain leases classified as operating leases under LKAS 17 Leases (Previous Standard).

All known expenses including fees and similar expenses have been provided in this Financial Statements.

### **4 Cap on Loans and Advances and Deposits**

The Company has been imposed with caps of LKR 35 Bn on loan and advances (net of interest in suspense) and LKR 23 Bn on deposits by the Central Bank of Sri Lanka with effect from April 2019 and May 2019 respectively pending compliance with Capital Adequacy Ratios.

## 5 Measurement of Financial Instruments

| Company  | LKR.'000                      |                |  |                   |  |              |                                |                  |                   |                   |
|--|-------------------------------|----------------|--|-------------------|--|--------------|--------------------------------|------------------|-------------------|-------------------|
|  | Financial investment at FVTPL |                | Loans and receivable at amortised Cost |                   | Financial investment at amortised Cost |              | Financial investment at FVTOCI |                  | Total             |                   |
|  | 31/03/2020                    | 31/12/2019     | 31/03/2020                             | 31/12/2019        | 31/03/2020                             | 31/12/2019   | 31/03/2020                     | 31/12/2019       | 31/03/2020        | 31/12/2019        |
| <b>As at</b>   |                               |                |  |                   |  |              |                                |                  |                   |                   |
| <b>Financial assets</b>  |                               |                |  |                   |  |              |                                |                  |                   |                   |
| Cash and cash equivalents  | -                             | -              | 1,077,928                              | 1,355,785         | -                                      | -            | -                              | -                | 1,077,928         | 1,355,785         |
| Placements with banks & financial institutions                         | -                             | -              | 1,484,031                              | 1,477,103         | -                                      | -            | -                              | -                | 1,484,031         | 1,477,103         |
| Financial investments at fair value through profit or loss             | 884,087                       | 945,199        | -                                      | -                 | -                                      | -            | -                              | -                | 884,087           | 945,199           |
| Loans & receivables at amortised cost                                  | -                             | -              | 27,946,814                             | 29,228,215        | -                                      | -            | -                              | -                | 27,946,814        | 29,228,215        |
| Financial investments at fair value through other comprehensive income | -                             | -              | -                                      | -                 | -                                      | -            | 1,747,598                      | 1,216,478        | 1,747,598         | 1,216,478         |
| Financial investments at amortised cost                                | -                             | -              | -                                      | -                 | 1,568                                  | 1,513        | -                              | -                | 1,568             | 1,513             |
| Other assets   | -                             | -              | 81,489                                 | -                 | -                                      | -            | -                              | -                | 81,489            | -                 |
| <b>Total</b>   | <b>884,087</b>                | <b>945,199</b> | <b>30,590,262</b>                      | <b>32,061,103</b> | <b>1,568</b>                           | <b>1,513</b> | <b>1,747,598</b>               | <b>1,216,478</b> | <b>33,223,515</b> | <b>34,224,292</b> |

| Other Financial liabilities                      | LKR.'000                                      |                   |                   |                   |
|--|---|-------------------|-------------------|-------------------|
|  | Other financial liabilities at amortised cost |                   | Total             |                   |
|  | 31/03/2020                                    | 31/12/2019        | 31/03/2020        | 31/12/2019        |
| <b>As at</b>                                     |   |                   |                   |                   |
| <b>Other Financial liabilities</b>               |   |                   |                   |                   |
| Due to banks                                     | 6,993,979                                     | 7,749,021         | 6,993,979         | 7,749,021         |
| Due to customers at amortised cost               | 22,532,980                                    | 22,755,930        | 22,532,980        | 22,755,930        |
| Debt issued and borrowed funds at amortised cost | 2,429,478                                     | 2,466,268         | 2,429,478         | 2,466,268         |
| Other liabilities                                | 230,873                                       | 338,072           | 230,873           | 338,072           |
| <b>Total</b>                                     | <b>32,187,309</b>                             | <b>33,309,291</b> | <b>32,187,309</b> | <b>33,309,291</b> |

| Group  | LKR.'000                      |                |  |                   |  |              |                                |                  |                   |                   |
|--|-------------------------------|----------------|--|-------------------|--|--------------|--------------------------------|------------------|-------------------|-------------------|
|  | Financial investment at FVTPL |                | Loans and receivable at amortised Cost |                   | Financial investment at amortised Cost |              | Financial investment at FVTOCI |                  | Total             |                   |
|  | 31/03/2020                    | 31/12/2019     | 31/03/2020                             | 31/12/2019        | 31/03/2020                             | 31/12/2019   | 31/03/2020                     | 31/12/2019       | 31/03/2020        | 31/12/2019        |
| <b>As at</b>   |                               |                |  |                   |  |              |                                |                  |                   |                   |
| <b>Financial assets</b>  |                               |                |  |                   |  |              |                                |                  |                   |                   |
| Cash and cash equivalents  | -                             | -              | 2,294,345                              | 2,178,946         | -                                      | -            | -                              | -                | 2,294,345         | 2,178,946         |
| Placements with banks & financial institutions                         | -                             | -              | 2,136,111                              | 2,126,932         | -                                      | -            | -                              | -                | 2,136,111         | 2,126,932         |
| Financial investments at fair value through profit or loss             | 891,472                       | 955,040        | -                                      | -                 | -                                      | -            | -                              | -                | 891,472           | 955,040           |
| Loans & receivables at amortised cost                                  | -                             | -              | 27,950,823                             | 28,973,923        | -                                      | -            | -                              | -                | 27,950,823        | 28,973,923        |
| Financial investments at fair value through other comprehensive income | -                             | -              | -                                      | -                 | -                                      | -            | 2,112,974                      | 1,954,350        | 2,112,974         | 1,954,350         |
| Financial investments at amortised cost                                | -                             | -              | -                                      | -                 | 1,568                                  | 1,513        | -                              | -                | 1,568             | 1,513             |
| Other assets   | -                             | -              | 81,489                                 | -                 | -                                      | -            | -                              | -                | 81,489            | -                 |
| <b>Total</b>   | <b>891,472</b>                | <b>955,040</b> | <b>32,462,768</b>                      | <b>33,279,801</b> | <b>1,568</b>                           | <b>1,513</b> | <b>2,112,974</b>               | <b>1,954,350</b> | <b>35,468,782</b> | <b>36,190,704</b> |

| Other Financial liabilities                      | LKR.'000                                      |                   |                   |                   |
|--|---|-------------------|-------------------|-------------------|
|  | Other financial liabilities at amortised cost |                   | Total             |                   |
|  | 31/03/2020                                    | 31/12/2019        | 31/03/2020        | 31/12/2019        |
| <b>As at</b>                                     |   |                   |                   |                   |
| <b>Other Financial liabilities</b>               |   |                   |                   |                   |
| Due to banks                                     | 6,997,151                                     | 7,749,807         | 6,997,151         | 7,749,807         |
| Due to customers at amortised cost               | 22,532,980                                    | 22,755,930        | 22,532,980        | 22,755,930        |
| Debt issued and borrowed funds at amortised cost | 2,685,690                                     | 2,466,268         | 2,685,690         | 2,466,268         |
| Other liabilities                                | 230,872.51                                    | 338,072           | 230,872.51        | 338,072           |
| <b>Total</b>                                     | <b>32,446,694</b>                             | <b>33,310,077</b> | <b>32,446,694</b> | <b>33,310,077</b> |



## 6 Movement in individual and collective impairment during the period

LKR. '000

|   | Company          |                  | Group            |                  |
|---|------------------|------------------|------------------|------------------|
|   | 2020             | 2019             | 2020             | 2019             |
| <b>Impairment charges from loans and other losses</b>               |                  |                  |                  |                  |
| Impairment from Loans and advances_individual impairment (Note 4.1) | 52,216           | 94,877           | 52,216           | 94,877           |
| Impairment from Loans and advances_collective impairment (Note 4.2) | (62,248)         | (44,092)         | (62,248)         | (44,092)         |
|   | <b>(10,036)</b>  | <b>50,785</b>    | <b>(10,035)</b>  | <b>50,785</b>    |
| <b>4.1 Individual impairment charges</b>                            |                  |                  |                  |                  |
| As at 01 January  | 1,695,130        | 1,374,155        | 1,374,155        | 719,267          |
| Charge to income statement from loans and advances                  | 52,216           | 94,877           | 52,216           | 94,877           |
| <b>As at 31st March</b>   | <b>1,747,345</b> | <b>1,469,032</b> | <b>1,426,371</b> | <b>814,144</b>   |
| <b>4.2 Collective impairment charges</b>                            |                  |                  |                  |                  |
| As at 01 January  | 1,161,106        | 1,200,498        | 1,200,498        | 591,289          |
| Charge to income statement from loans and advances                  | (62,248)         | (44,092)         | (62,248)         | (44,092)         |
| <b>As at 31st March</b>   | <b>1,098,858</b> | <b>1,156,406</b> | <b>1,138,250</b> | <b>547,197</b>   |
| <b>Loans and advances impairment</b>                                | <b>2,846,203</b> | <b>2,625,438</b> | <b>2,564,620</b> | <b>1,361,341</b> |

## 7 Segment Information

For management purposes, the group is organised into business units based on their products and services, and has four reportable operating segments as follows:

- The Leasing segment includes providing Finance Leases and Hire Purchase facilities.
- The Loan segment includes providing personal loans, pawning, term loans, bill discounting, cheque discounting, micro finance and bank guarantees.
- Corporate advisory includes corporate advisory services and capital market activities.
- The insurance includes general and life insurance.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects.

The following table presents income, profit and asset information regarding the group's operating segments for the period ended 31st March 2020 and comparative figures for the period ended 31st March 2019.

| Group   | Leasing           |                   | Corporate & Retail Credit |                   | Corporate Advisory & Capital Markets |                 | Insurance        |                  | Eliminations / Unallocated |                  | Total             |                   |
|---|-------------------|-------------------|---------------------------|-------------------|--------------------------------------|-----------------|------------------|------------------|----------------------------|------------------|-------------------|-------------------|
|   | 2020              | 2019              | 2020                      | 2019              | 2020                                 | 2019            | 2020             | 2019             | 2020                       | 2019             | 2020              | 2019              |
| For the Period ended 31st March   | LKR.'000          | LKR.'000          | LKR.'000                  | LKR.'000          | LKR.'000                             | LKR.'000        | LKR.'000         | LKR.'000         | LKR.'000                   | LKR.'000         | LKR.'000          | LKR.'000          |
| <b>Revenue from external customers</b>  |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  |                   |                   |
| Interest and similar income   | 681,451           | 820,274           | 640,234                   | 644,200           | 9,819                                | 6,697           | 47,181           | 23,074           | 115,036                    | 90,893           | 1,493,721         | 1,585,138         |
| Interest and similar expenses   | 369,177           | 406,240           | 406,092                   | 389,757           | 28,017                               | 17,329          | 14,580           | 13,968           | 221,484                    | 217,377          | 1,039,350         | 1,044,671         |
| <b>Net interest income</b>  | <b>312,274</b>    | <b>414,034</b>    | <b>234,142</b>            | <b>254,443</b>    | <b>(18,198)</b>                      | <b>(10,632)</b> | <b>32,601</b>    | <b>9,106</b>     | <b>(106,448)</b>           | <b>(126,483)</b> | <b>454,371</b>    | <b>540,468</b>    |
| <b>Net fee and commission income</b>  | <b>11,183</b>     | <b>14,536</b>     | <b>5,140</b>              | <b>5,656</b>      | <b>1,328</b>                         | <b>(23)</b>     | <b>816</b>       | <b>-</b>         | <b>7,210</b>               | <b>14,881</b>    | <b>25,677</b>     | <b>35,050</b>     |
| Net gain/(loss) on financial assets at FVTPL                                      | -                 | -                 | -                         | -                 | (81,429)                             | (29,131)        | (2,457)          | 326              | -                          | -                | (83,886)          | (28,805)          |
| Other income  | 1,607             | 3,671             | 950                       | 7,852             | 891                                  | 4,485           | 816              | -                | 14,052                     | (11,161)         | 18,316            | 4,847             |
| <b>Total operating income</b>   | <b>325,064</b>    | <b>432,241</b>    | <b>240,232</b>            | <b>267,951</b>    | <b>(97,408)</b>                      | <b>(35,301)</b> | <b>31,776</b>    | <b>9,432</b>     | <b>(85,186)</b>            | <b>(122,764)</b> | <b>414,478</b>    | <b>551,560</b>    |
| Impairment charges for loans and other losses                                     | 29,967            | (31,252)          | (19,926)                  | (19,533)          | (86,194)                             | (29,131)        | -                | -                | 86,194                     | 29,131           | 10,041            | (50,784)          |
| <b>Net operating income</b>   | <b>355,031</b>    | <b>400,989</b>    | <b>220,306</b>            | <b>248,418</b>    | <b>(183,602)</b>                     | <b>(64,432)</b> | <b>31,776</b>    | <b>9,432</b>     | <b>1,008</b>               | <b>(93,633)</b>  | <b>424,519</b>    | <b>500,776</b>    |
| Personnel expenses  | (107,268)         | (114,684)         | (117,994)                 | (110,031)         | (8,141)                              | (4,892)         | (36,358)         | (17,068)         | (64,354)                   | (61,367)         | (334,115)         | (308,042)         |
| Depreciation and amortisation   | (26,351)          | (11,641)          | (28,985)                  | (11,168)          | (2,000)                              | (497)           | (5,871)          | (2,688)          | (15,809)                   | (6,229)          | (79,016)          | (32,223)          |
| Other operating expenses  | (46,395)          | (80,347)          | (51,034)                  | (77,087)          | (3,521)                              | (3,427)         | (24,611)         | (26,388)         | (27,834)                   | (42,994)         | (153,395)         | (230,243)         |
| <b>Segment result</b>   | <b>175,017</b>    | <b>194,317</b>    | <b>22,293</b>             | <b>50,132</b>     | <b>(197,264)</b>                     | <b>(73,248)</b> | <b>(35,064)</b>  | <b>(36,712)</b>  | <b>(106,989)</b>           | <b>(204,223)</b> | <b>(142,007)</b>  | <b>(69,733)</b>   |
| <b>Profit/(loss) from operations after impairment from subsidiary investments</b> |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | <b>(142,007)</b>  | (69,733)          |
| Value added tax on financial services   |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | (20,343)          | (34,825)          |
| Debt repayment levy   |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | -                 | (17,976)          |
| Share of associate company's profit/(loss) before tax                             |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | (1,174)           | (3,191)           |
| <b>Profit/(loss) before income tax</b>  |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | <b>(163,524)</b>  | <b>(125,725)</b>  |
| Income tax expense  |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | -                 | -                 |
| <b>Profit/(loss) for the period</b>   |                   |                   |                           |                   |                                      |                 |                  |                  |                            |                  | <b>(163,523)</b>  | <b>(125,725)</b>  |
| <b>Total segment assets</b>   | <b>13,432,824</b> | <b>14,097,195</b> | <b>14,854,701</b>         | <b>15,428,096</b> | <b>1,109,382</b>                     | <b>979,883</b>  | <b>2,850,894</b> | <b>1,750,779</b> | <b>5,602,389</b>           | <b>6,357,947</b> | <b>37,850,190</b> | <b>38,613,901</b> |
| <b>Total segment liabilities</b>  | <b>11,879,102</b> | <b>12,546,852</b> | <b>13,136,515</b>         | <b>13,731,388</b> | <b>981,064</b>                       | <b>872,120</b>  | <b>1,256,583</b> | <b>1,162,323</b> | <b>7,705,300</b>           | <b>7,247,593</b> | <b>34,958,564</b> | <b>35,560,276</b> |

## 8 Information on Debentures

| Debenture Categories | CSE Listing | Interest Payable Frequency | Face Value as at 31/3/2020<br>LKR' 000 | Market Values                 |             |                 | Interest Rates |                        | Interest rate of comparable Government Security % | Interest yield                |        |             | Yield to Maturity             |        |             |
|----------------------|-------------|----------------------------|--|-------------------------------|-------------|-----------------|----------------|------------------------|---|-------------------------------|--------|-------------|-------------------------------|--------|-------------|
|                      |             |                            |  | Highest LKR.                  | Lowest LKR. | Period end LKR. | Coupon Rate    | Effective Annual Yield |   | Highest                       | Lowest | Last traded | Highest                       | Lowest | Last traded |
| <b>Fixed Rate</b>    |             |                            |  |                               |             |                 |                |                        |   |                               |        |             |                               |        |             |
| May 2017 - May 2022  | Listed      | Annually                   | 805,760                                | 101.00                        | 101.00      | 101.00          | 15.00%         | 15.00%                 | 8.76%   | 14.85%                        | 14.85% | 14.85%      | 14.34%                        | 14.34% | 14.34%      |
| May 2017 - May 2022  | Listed      | Bi Annually                | 1,193,230                              | 106.50                        | 106.50      | 106.50          | 14.50%         | 15.03%                 | 8.76%   | 13.62%                        | 13.62% | 13.62%      | 11.01%                        | 11.01% | 11.01%      |
| May 2017 - May 2022  | Listed      | Bi Annually                | 1,010                                  | Not traded during the quarter |             |                 | 10.00%         | 10.25%                 | 8.76%   | Not traded during the quarter |        |             | Not traded during the quarter |        |             |
| Total Debentures     |             |                            | 2,000,000                              |                               |             |                 |                |                        |   |                               |        |             |                               |        |             |

All debentures are unsecured. Company has not repurchased any of its own debts and has not had any default of principal, interest or other breaches with regard to all liabilities during the period.

## Debenture issue proceeds utilization as at 31st March 2020

| No. | Objective as per the prospectus   | Amount allocated as per prospectus | Date of Utilization | Amount allocated from proceed LKR (A) | % of Total Proceeds | Amount Utilized in LKR (B) | % of Utilization (B/A) | Clarification if not fully utilized  |
|-----|---|------------------------------------|---------------------|---------------------------------------|---------------------|----------------------------|------------------------|--|
| 1   | Issue of listed, unsecured, subordinated redeemable Debentures amounting LKR 2.0 Bn during the year 2017<br><br>The funds raised through this Debenture Issue utilized to increase the medium term fund base to match the medium to long term lending portfolio, to minimize the interest rate risk and the gap exposure in the Companies assets/liability portfolio, to provide investors an opportunity to earn a regular fixed income. | 2,000,000,000                      | 3-Mar-17            | 2,000,000,000                         | 100%                | 2,000,000,000              | 100%                   | N/A  |
| 2   | To enhance Tier II Capital base of the Company. Tier II ratio of the Company as at 31st December 2016 stood at 10.69% and subsequent to this Debenture issue the Tier II ratio is expected to increase to 16.22%.   |                                    |                     |                                       |                     | 1,200,000,000              | 60%                    | Approved unsecured subordinated term debt are limited to 50% of Total Tier 1 Capital of the Company. |

## 9 Events after the statement of financial position date

There were no material events that took place since 31st March 2020 that require disclosure in these financial statements.

## 10 Information on ordinary shares

| As at  |                   | 31/03/2020        | 31/12/2019        |
|--|-------------------|-------------------|-------------------|
| Net asset per share (LKR)  | - Company         | 14.77             | 15.72             |
|  | - Group           | 13.89             | 14.80             |
| <b>Market price per share recorded during the quarter ended 31st March (LKR)</b> |                   | <b>2020</b>       | <b>2019</b>       |
|  | -High             | 9.60 (2-1-2020)   | 10.90 (3-1-2019)  |
|  | -Low              | 5.50 (20-3-2020)  | 8.90 (26-3-2019)  |
|  | -Last Transaction | 5.60 (20-3-2020)  | 10.40 (29-3-2019) |
| <b>As at</b>   |                   | <b>31/03/2020</b> | <b>31/12/2019</b> |
| Number of shares issued  |                   | 165,874,541       | 165,874,541       |
| Stated capital (LKR)   |                   | 2,124,457,307     | 2,124,457,307     |
| <b>Ratios as at</b>  |                   | <b>31/03/2020</b> | <b>31/12/2019</b> |
| Debt / Equity Ratio  |                   | 3.8               | 3.9               |
| Statutory Liquid Asset Ratio   |                   | 12.86%            | 12.30%            |
| <b>Ratios for the period ended</b>   |                   | <b>31/03/2020</b> | <b>31/03/2019</b> |
| Interest Cover   |                   | 0.845             | 0.929             |

### The Float adjusted market capitalization as at 31st March 2020 - Rs. 236,948,544

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.

**11 Twenty largest share holders as at 31st March 2020**

|    | Name of the share holder                                 | No. of Shares | Holding % |
|----|--|---------------|-----------|
| 01 | Bank of Ceylon No. 1 Account                             | 123,562,267   | 74.49%    |
| 02 | Bank of Ceylon A/C Ceybank Unit Trust                    | 11,798,960    | 7.11%     |
| 03 | People's Leasing & Finance PLC / Mr. D. M. P. Disanayake | 1,479,247     | 0.89%     |
| 04 | Mr. R. E. Rambukwella                                    | 830,913       | 0.50%     |
| 05 | Mr. D. F. G. Dalpethado                                  | 689,231       | 0.42%     |
| 06 | J. B. Cocoshell (Pvt) Ltd                                | 537,530       | 0.32%     |
| 07 | Merrill J Fernando & Sons (Pvt) Ltd                      | 526,165       | 0.32%     |
| 08 | Seylan Bank PLC / Spice of Life (Pvt) Ltd                | 405,234       | 0.24%     |
| 09 | Mr. K.V. Hewavitarne                                     | 400,000       | 0.24%     |
| 10 | Hatton National Bank PLC / Mr. D. N. Sellamuttu          | 386,301       | 0.23%     |
| 11 | Mr. N. Balasingam  | 381,400       | 0.23%     |
| 12 | Seylan Bank PLC / Prime Lands (Pvt) Ltd                  | 375,000       | 0.23%     |
| 13 | Mr. B.T. Prathapasinghe                                  | 345,000       | 0.21%     |
| 14 | Mr. A. Chelliah (Deceased)                               | 333,800       | 0.20%     |
| 15 | Mr. A. M. Weerasinghe                                    | 305,583       | 0.18%     |
| 16 | Mr. M. F. Ozman  | 304,146       | 0.18%     |
| 17 | Mr. D. S. Tennakoon                                      | 303,600       | 0.18%     |
| 18 | Mr. W. L. T. Anandawansa                                 | 300,100       | 0.18%     |
| 19 | Mrs. S. Tennakoon  | 300,000       | 0.18%     |
| 20 | Bartleet Produce Marketing (Pvt) Ltd                     | 300,000       | 0.18%     |

The percentage of shares held by the public as at 31st March 2020 was 25.51% and the number of public shareholders as at 31st March 2020 were 11,176

**12 Directors' shareholding as at 31st March 2020**

| Name of the Director   | No. of Shares |
|--|---------------|
| Dr. S. Lokuhewa  | Nil           |
| Mr. W. P. R. P. H. Fonseka   | Nil           |
| Mr. K. B. S. Bandara   | Nil           |
| Mr. S. N. Dayaratne  | Nil           |
| Mr. S. P. Arsakularatne  | Nil           |
| Mr. D. N. L. Fernando  | 24            |
| Mr. C. Amarasinghe   | Nil           |
| Mr. M. P. R. Kumara (Alternate Director to Mr. W. P. R. P. H. Fonseka) | Nil           |
| Mr. G. A. Jayashantha (Alternate Director to Mr. K. B. S. Bandara)     | Nil           |

**13 ACT. CEO's shareholding as at 31st March 2020**

|                             |     |
|-----------------------------|-----|
| Mr. G. M. J. A. R. Gamalath | Nil |
|-----------------------------|-----|