

**COMMERCIAL LEASING & FINANCE PLC**



**INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 30 JUNE 2019**

**COMMERCIAL LEASING & FINANCE PLC**  
**Statement of Financial Position**

Company 31-Mar-19 (Audited)	As at 30th June	Company	
		2019 Unaudited	2018 Unaudited Restated
Rs. '000		Rs. '000	Rs. '000
<b>Assets</b>			
2,550,274	Cash & cash equivalents	2,075,000	2,022,023
2,826,494	Financial assets recognised through profit or loss (FVTPL)	3,689,735	388,884
6,686,283	Investment securities	4,726,904	4,962,625
13,917,881	Financial assets at amortised cost - Finance lease receivables and hire purchases	13,248,933	15,128,122
37,738,244	Financial assets at amortised cost - loans and advances	37,819,901	41,884,025
1,836,824	Financial assets at amortised cost - factoring receivables	1,528,709	3,072,825
311,352	Derivative assets held for risk management	7,341	2,535
52,572	Value Added Tax (VAT) recoverable	51,077	62,475
188,541	Other current assets	222,600	153,417
1,440,865	Investment in equity accounted investee	1,445,600	1,535,910
2,100,080	Investment properties	2,217,493	1,632,000
1,891	Intangible assets	1,385	3,570
1,205,048	Property, plant & equipment	1,188,740	1,221,999
<b>70,856,349</b>	<b>Total Assets</b>	<b>68,223,418</b>	<b>72,070,410</b>
<b>Liabilities and Equity</b>			
<b>Liabilities</b>			
390,070	Bank overdraft	675,926	983,692
179,561	Derivative liabilities held for risk management	184,286	161,216
24,316,106	Financial Liabilities at Amortised Cost	24,690,456	23,565,214
25,960,108	Interest bearing loans & borrowings	22,433,957	27,873,992
427,502	Current tax liabilities	492,546	445,197
114,051	Amounts due to related companies	15,475	209,633
1,297,864	Trade and other payables	1,356,542	1,564,541
597,567	Deferred tax liabilities	597,568	364,042
114,985	Retirement benefit obligations	115,653	93,417
<b>53,397,814</b>	<b>Total Liabilities</b>	<b>50,562,409</b>	<b>55,260,944</b>
<b>Equity</b>			
1,425,947	Stated capital	1,425,947	1,425,947
2,017,116	Reserves	1,970,460	2,012,935
14,015,472	Retained earnings	14,264,602	13,370,584
<b>17,458,535</b>	<b>Equity attributable to shareholders of the Company</b>	<b>17,661,009</b>	<b>16,809,466</b>
<b>70,856,349</b>	<b>Total Liabilities and Equity</b>	<b>68,223,418</b>	<b>72,070,410</b>
2.74	Net asset value per share (Rs.)	2.77	2.64

I certify that these Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act, No.07 of 2007.



Mrs. N.P.Kariyawasam  
Head of Finance

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



Mr. T. Sanakan  
Director



Mr. D.M.D.K.Thilakarathne  
Director / CEO

23rd July 2019  
Colombo

**COMMERCIAL LEASING & FINANCE PLC**  
**Statement of Profit or Loss and Other Comprehensive Income**

For the three months ended	Company		
	30.06.2019 Unaudited Rs. ' 000	30.06.2018 Unaudited Restated Rs. ' 000	Variance %
<b>Interest income</b>	<b>3,133,514</b>	3,466,318	(10%)
Interest expense	<b>(1,675,272)</b>	(1,630,405)	(3%)
<b>Net interest income</b>	<b>1,458,242</b>	1,835,913	(21%)
Other Income	<b>454,951</b>	454,075	-
<b>Expenses</b>			
Direct expenses excluding finance costs	<b>(39,330)</b>	(144,713)	73%
Personnel Expenses	<b>(355,940)</b>	(393,126)	9%
Premises, equipment & establishment expenses	<b>(115,153)</b>	(94,989)	(21%)
Depreciation on property plant & equipment	<b>(33,172)</b>	(33,115)	-
Net impairment loss on financial assets	<b>(522,881)</b>	(365,892)	(43%)
Other operating expenses	<b>(359,943)</b>	(492,218)	27%
<b>Results from operating activities before value added tax on financial services, NBT &amp; Debt Repayment Levy</b>	<b>486,774</b>	765,933	(36%)
Value added tax on financial services, NBT & Debt Repayment Levy	<b>(147,334)</b>	(145,967)	(1%)
<b>Results from operating activities</b>	<b>339,440</b>	619,966	(45%)
Share of profit of equity accounted investee (net of tax)	<b>4,735</b>	28,926	(84%)
<b>Profit before tax</b>	<b>344,175</b>	648,892	(47%)
Income tax expense	<b>(95,044)</b>	(173,591)	45%
<b>Profit for the period</b>	<b>249,131</b>	475,301	(48%)
<b>Other comprehensive income</b>			
<b>Items that will not be classified to profit or loss</b>			
Effective portion of changes in fair value of cash flow	<b>(48,552)</b>	17,507	(377%)
<b>Items that are or may be reclassified subsequently to profit or loss</b>			
Net Change in fair value of available for sale finance assets	<b>1,895</b>	(345)	-
<b>Other comprehensive income/ (expense) for the period, net of tax</b>	<b>(46,657)</b>	17,162	(372%)
<b>Total comprehensive income for the period</b>	<b>202,474</b>	492,463	(59%)
Earnings per share Rs.	<b>0.04</b>	<b>0.07</b>	

Figures in brackets indicate deductions

**COMMERCIAL LEASING & FINANCE PLC**  
**Statement of changes in equity - Company**

For the three months ended

	Stated Capital Rs. 000	Revaluation Reserve Rs. 000	Hedging reserve Rs. 000	Fair Value Reserve on AFS Rs. 000	General Reserve Rs. 000	Statutory Reserve Fund Rs. 000	Retained Earnings Rs. 000	Total Rs. 000
<b>Balance as at 01st April 2018</b>	<b>1,425,947</b>	<b>947,883</b>	<b>1,106</b>	<b>22,569</b>	<b>288,080</b>	<b>736,134</b>	<b>13,084,305</b>	<b>16,506,024</b>
Adjustment on Initial Application of SLFRS 9, net of tax	-	-	-	-	-	-	(189,021)	(189,021)
<b>Restated Balance as at 01st April 2018</b>							<b>(189,021)</b>	<b>(189,021)</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	-	-	475,301	475,301
Other comprehensive income	-	-	17,507	(345)	-	-	-	17,162
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>17,507</b>	<b>(345)</b>	<b>-</b>	<b>-</b>	<b>475,301</b>	<b>492,463</b>
<b>Balance as at 30th June 2018</b>	<b>1,425,947</b>	<b>947,883</b>	<b>18,613</b>	<b>22,224</b>	<b>288,080</b>	<b>736,134</b>	<b>13,370,584</b>	<b>16,809,466</b>
<b>Balance as at 01 st April 2019</b>	<b>1,425,947</b>	<b>944,502</b>	<b>(30,233)</b>	<b>18,727</b>	<b>288,080</b>	<b>796,040</b>	<b>14,015,472</b>	<b>17,458,535</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	-	-	249,131	249,131
Other comprehensive income	-	-	(48,552)	1,895	-	-	-	(46,657)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(48,552)</b>	<b>1,895</b>	<b>-</b>	<b>-</b>	<b>249,131</b>	<b>202,474</b>
Transferred to/(from) during the period	-	-	-	-	-	-	-	-
<b>Balance as at 30th June 2019</b>	<b>1,425,947</b>	<b>944,502</b>	<b>(78,785)</b>	<b>20,622</b>	<b>288,080</b>	<b>796,040</b>	<b>14,264,602</b>	<b>17,661,009</b>

**COMMERCIAL LEASING & FINANCE PLC**  
**Statement of Cash Flows**

For the three months ended	Company	
	30.06.2019	30.06.2018
	Rs. '000	Rs. '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before income tax expense	344,175	648,892
<b>Adjustment for:</b>		
Depreciation and amortization	33,172	33,115
Provision for gratuity	4,500	4,500
Allowances for doubtful debts	522,881	365,892
Provision for fall/(increase) in value of investments	(63,241)	8,930
Investment income	(171,734)	(114,316)
Dividend Income	-	(5,506)
Interest cost	1,675,272	1,630,405
Share of profit of equity accounted investees	(4,735)	(28,926)
<b>Operating profit before working capital changes</b>	<b>2,340,290</b>	<b>2,542,986</b>
<b>Working capital changes</b>		
(Increase)/decrease in accounts receivables & others	222,896	78,246
Increase/(decrease) in accounts payables	(35,172)	(168,378)
(Increase)/decrease investment in leases	409,397	(309,740)
(Increase)/decrease in factoring account receivable	148,425	377,688
(Increase)/decrease investment in advances and other loans	(185,298)	(1,203,059)
Net proceed from customer deposits	374,350	84,009
<b>Cash generated from operations</b>	<b>3,274,888</b>	<b>1,401,752</b>
Interest paid	(1,720,508)	(1,814,636)
Income tax paid	(30,000)	(248,251)
Gratuity paid	(3,832)	(409)
<b>Net cash from /(used in) operating activities</b>	<b>1,520,548</b>	<b>(661,544)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchased of property, plant and equipment	(16,357)	(27,198)
Purchases of short term investments	1,006,624	550,017
Purchase of Investment properties	(117,413)	-
Net investment in term deposits	-	950,000
Interest received	326,383	77,389
<b>Net cash flow from investing activities from continuing Opearions</b>	<b>1,199,237</b>	<b>1,550,208</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net proceed from short term borrowings	5,551	367,554
Proceeds from long term loans	567,990	2,300,000
Repayments of long term loans	(4,054,456)	(3,541,994)
<b>Net cash generated from financing activities from continuing Opearions</b>	<b>(3,480,915)</b>	<b>(874,440)</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents during the period</b>	<b>(761,130)</b>	<b>14,225</b>
Cash & cash equivalents at the beginning of the period	2,160,204	1,024,106
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>1,399,074</b>	<b>1,038,331</b>
<b>Analysis of cash &amp; cash equivalents at the end of the period</b>		
Cash at bank and in hand	2,075,000	2,022,023
Bank overdraft	(675,926)	(983,692)
	<b>1,399,074</b>	<b>1,038,331</b>

## COMMERCIAL LEASING & FINANCE PLC

### Notes to the Interim Financial Statements

#### For the period ended 30th June 2019

- 1 The Statement of Financial Position as at 30 June 2019, the Statement of Profit or Loss & Other Comprehensive Income, Cash Flow Statement and Statement of Changes in Equity of the Company for the three months ended 30 June 2019 are drawn up from unaudited Financial Statements of the Company and provide information as required by the Colombo Stock Exchange and in accordance with LKAS 34 Interim Financial Reporting and do not include all of the information required for a full set of financial statements. Further, provisions of the Companies Act No.7 of 2007 and Finance Business Act No.42 of 2011, have been considered in preparing the said financial statements of the Company.
- 2 Interim Financial Statements for the quarter ended June 30, 2019 has been restated by incorporating the impact on adopting SLFRS 9 which became effective from January 01, 2018. The Company has previously prepared Interim Financials Statements for the quarter ended June 30, 2018 based on "LKAS 39 - Financial Instruments: Recognition and Measurement" as permitted by the Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements" issued by The Institute of Chartered Accountants of Sri Lanka.
- 3 Accounting policies and method of computation as stated in the Audited financials for 2018/19 are followed in preparation of these Interim Financial Statements.  
There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report for the year ended March 31, 2018, except for the accounting policies and methods of computation adopted to be compliant with the requirements of the Sri Lanka Accounting Standard SLFRS 16 on Leases, which became effective for Annual Financial periods from January 01, 2019.
- 4 The Stated Capital of the Company is represented by 6,377,711,170 ordinary shares.
- 5 Income represents gross income receivable for the year on all performing contracts, rentals on operating leases and income on factoring client debtors. It includes all income related to operations such as interest on overdue rentals and collection on contracts written-off.
- 6 Other operating income includes interest on government securities, interest on fixed deposits, commission income, capital gains and losses arising from marked to market valuation of quoted shares held for trading purposes, dividends, fee income, profit/loss on contracts terminated.
- 7 All expenses related to management expenditure is fully provided for in the financial statements.
- 8 Previous period figures and notes have been restated and reclassified wherever necessary to conform to the current year's presentation.
- 9 No circumstances have arisen subsequent to the reporting date which would require adjustments to or disclosure in the financial statements.
- 10 There are no significant changes in the nature of the contingent liabilities disclosed in the Audited financials for the year ended 31 March 2019.

#### 11 Share Information

Market prices of ordinary shares recorded during the quarter ended 30th June 2019 are as follows.

Market prices of ordinary shares recorded during the quarter ended	<u>30-Jun-19</u>	<u>30-Jun-18</u>
Highest price (Rs.)	3.00	3.00
Lowest price (Rs.)	2.00	2.30
Last traded price(Rs.)	2.80	2.30

- 12 The profit before tax (PBT) of the Company for the three months ended 30.06.2019 is Rs.344.1 Mn, lower by 47% from Rs. 648.8 Mn reported for the last comparative period. Net lending portfolio of the Company has decreased by Rs.7.4 Bn from Rs.60 Bn to Rs.52.6 Bn compared to 30.06.2018 as a result of management decision to limit lending and to strengthen the recoveries and collection. Hence the interest income for the quarter has been decreased by 10% over last comparative quarter in line with the strategic decision taken.

**COMMERCIAL LEASING & FINANCE PLC**

**Notes to the Interim Financial Statements (Continued)**

**For the period ended 30th June 2019**

**13 Debenture information**

The company issued fifty million (50,000,000) rated, Senior, Unsecured, Redeemable debentures in July 2015 to the value of Rupees five billion (LKR.5,000,000,000) with a five year maturity.

**13.1**

Buying and Selling prices of Treasury Bonds of the Bond Market as at 30th June 2019

<u>5 Year Bond</u>	<u>Price (Rs.)</u>	<u>Yield (%)</u>
Buying	101.009	9.98
Selling	102.319	9.66

Market prices and yield during the period

<u>5 Year Bond</u>	<u>Price (Rs.)</u>	<u>Yield (%)</u>
	101.634	9.82

**13.2 Yield to maturity of last trade done for the quarter ended 30th June 2019**

Instrument Type	Interest frequency (Fixed Rate)	Coupon (% p.a)	Interest yield as at last trade	Yield to maturity of last trade done	Interest rate of comparable government security
9.75% p.a. (5 Years tenor)	Annually	9.75%	10.06%	4.79%	10.00%

**13.3 Market prices for the quarter ended 30th June 2019**

Instrument Type	Issue Price Rs.	Highest Price Rs.	Lowest Price Rs.	Last Tradeed Price Rs.	Last Tradeed Date
9.75% p.a. (5 Years tenor)	100.00	96.95	96.95	96.95	27-Jun-19

**13.4 Debt security related ratios**

	Company	
	As at 30-06-2019	As at 30-06-2018
Debt to equity ratio	2.71	3.08
Quick asset ratio	0.88	0.99
Interest cover	1.21	1.35

**13.5 Disclosures regarding the utilization of funds as per the objectives stated in the debenture prospectus**

Rs. '000

Objective Number	Objective as per prospectus	Amount allocated as per prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amounts utilized in LKR (B)	% of utilization against	Clarification if not fully utilized including where the funds are
1	To restructure the balance sheet of the company by retiring short term debt	5,000,000	Immediately upon receipt of the issue	5,000,000	100%	5,000,000	100%	N/A

**14 Financial assets and liabilities- Valuation technique**

**Level 1** – Quoted market price (unadjusted) in an active market of an identical instrument.

**Level 2** – Valuation techniques based on observable inputs, either directly (i.e., as prices) or indirectly (i.e., derived from prices), this category included instruments valued using: quoted market prices in active markets similar instruments; quoted prices for identical or similar instruments in markets are considered less than active; or other valuation techniques where all significant inputs are directly observable from market data.

**Level 3** – Valuation techniques use significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation

**COMMERCIAL LEASING & FINANCE PLC**

**Notes to the Interim Financial Statements (Continued)**

**For the period ended 30th June 2019**

**15 Comparative Figures**

Comparative figures have been re-stated/re-classified where necessary, to conform to the current period presentation.

The following line items of the Interim Financial Statements for the quarter ended 30.06.2018 were restated due to the adoption of SLFRS 9.

	Restated	As Reported Previously
	Rs' 000	Rs' 000
Net impairment loss on financial assets	365,892	330,320
Results from operating activities before value added tax on financial services, NBT & Debt Repayment Levy	765,933	801,507
Value added tax on financial services, NBT & Debt Repayment Levy	145,967	145,150
Results from operating activities	619,966	656,357
Profit before tax	648,892	685,283
Income tax expense	173,591	181,511
Profit for the period	475,301	503,772
Total comprehensive income for the period	492,463	520,934

**16 Analysis of financial instruments by measurement basis**

Classification of financial assets and liabilities as per SLFRS 9 - "Financial instruments"

As at 30th June 2019	Financial assets measured at fair value through profit or loss (FVTPL)	Financial assets measured at fair value through other comprehensive income (FVOCI)	Financial assets measured at amortised cost	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Assets</b>				
Cash and cash equivalents	-	-	2,075,000	2,075,000
<b>Financial assets recognised through profit or loss</b>				
Equity shares	335,315	-	-	335,315
Unit trust	3,354,420	-	-	3,354,420
Derivative assets held for risk management	7,341	-	-	7,341
<b>Investment securities</b>				
Treasury bills	-	2,343,485	-	2,343,485
Unquoted shares	-	-	179	179
Government securities	-	-	1,889,019	1,889,019
Debentures	-	-	494,221	494,221
Financial assets at amortised cost - Finance lease receivables and hire purchases	-	-	13,248,933	13,248,933
Financial assets at amortised cost - loans, advances and factoring receivables	-	-	39,348,610	39,348,610
<b>Total financial assets</b>	<b>3,697,076</b>	<b>2,343,485</b>	<b>57,055,962</b>	<b>63,096,523</b>
<b>Liabilities</b>				
Bank overdraft	-	-	675,926	675,926
Trading liabilities - fair value through profit or loss	-	-	184,286	184,286
Financial Liabilities at Amortised Cost	-	-	24,690,456	24,690,456
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>25,550,668</b>	<b>25,550,668</b>



As at 31<sup>st</sup> March 2019

	Financial assets measured at fair value through profit or loss (FVTPL)	Financial assets measured at fair value through other comprehensive income (FVOCI)	Financial assets measured at amortised cost	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Assets</b>				
Cash and cash equivalents	-	-	2,550,274	2,550,274
<b>Financial assets recognised through profit or loss</b>				
Equity shares	350,783	-	-	350,783
Unit trust	2,475,711	-	-	2,475,711
Derivative assets held for risk management	311,352	-	-	311,352
<b>Investment securities</b>				
Treasury bills	-	3,755,820	-	3,755,820
Unquoted shares	-	-	179	179
Government securities	-	-	2,409,024	2,409,024
Debentures	-	-	521,260	521,260
Financial assets at amortised cost - Finance lease receivables and hire purchases	-	-	13,917,881	13,917,881
Financial assets at amortised cost - loans, advances and factoring receivables	-	-	39,575,068	39,575,068
<b>Total financial assets</b>	<b>3,137,846</b>	<b>3,755,820</b>	<b>58,973,686</b>	<b>65,867,352</b>
<b>Liabilities</b>				
Bank overdraft	-	-	390,070	390,070
Trading liabilities - fair value through profit or loss	-	-	179,561	179,561
Financial Liabilities at Amortised Cost	-	-	24,316,106	24,316,106
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>24,885,737</b>	<b>24,885,737</b>

Commercial Leasing & Finance PLC  
Notes to the Interim Financial Statements  
For the three months ended 30th June 2019

17. Financial assets and liabilities - Valuation technique  
Accounting classifications and fair values - Company

The table below sets out the carrying amounts of the company's financial assets and financial liabilities.

Rs.000'

As at 30th June 2019	Fair value - derivatives	Fair value - held for trading	Fair value through other comprehensive income - available for sale	Amortised cost / Not measured at fair value	Total carrying amount	Fair value	Fair value measurement level
<b>Financial assets</b>							
<b>Trading assets - fair value through profit or loss</b>							
Investment in equity securities	-	112,835	222,480	-	335,315	335,315	Level 1
Unit trust	-	-	3,356,215	-	3,356,215	3,356,215	Level 2
<b>Other Investment</b>							
Treasury bills	-	-	2,322,722	-	2,322,722	2,322,722	Level 2
Unquoted equity securities	-	-	-	179	179	179	Level 3
Investment properties	-	-	-	2,217,493	2,217,493	2,217,493	Level 3
Land and Buildings	-	-	-	1,188,740	1,188,740	1,188,740	Level 3
<b>Investment securities</b>							
Repos	-	-	-	1,889,019	1,889,019	1,889,019	Level 3
Debentures	-	-	-	494,425	494,425	494,425	Level 3
<b>Finance lease receivables, hire purchases and operating leases</b>							
Finance lease receivables	-	-	-	13,248,933	13,248,933	12,805,906	Level 3
<b>Advances and other loans</b>							
Advances and loans	-	-	-	37,819,901	37,819,901	35,118,980	Level 3
Factoring receivables	-	-	-	1,528,709	1,528,709	1,528,709	Level 3
<b>Total financial assets</b>	-	<b>112,835</b>	<b>5,901,417</b>	<b>58,387,399</b>	<b>64,401,651</b>	<b>61,257,705</b>	
<b>Financial Liabilities</b>							
Derivative liabilities held for risk management	-	-	-	184,286	184,286	184,286	Level 3
<b>Liabilities</b>							
Deposits liabilities	-	-	-	24,690,456	24,690,456	22,232,776	Level 3
<b>Interest bearing borrowings</b>							
Debentures	-	-	-	5,236,893	5,236,893	4,776,125	Level 3
Long-term borrowings	-	-	-	17,197,063	17,197,063	17,343,133	Level 3
<b>Total financial liabilities</b>	-	-	-	<b>47,308,698</b>	<b>47,308,698</b>	<b>44,536,320</b>	

Rs.000'

As at 31st March 2019	Fair value - derivatives	Fair value - held for trading	Fair value through other comprehensive income - available for sale	Amortised cost / Not measured at fair value	Total carrying amount	Fair value	Fair value measurement level
<b>Financial assets</b>							
<b>Trading assets - fair value through profit or loss</b>							
Investment in equity securities	-	128,303	222,480	-	350,783	350,783	Level 1
Unit trust	-	-	2,475,711	-	2,475,711	2,475,711	Level 2
Derivative assets held for risk management	-	-	311,352	-	311,352	311,352	Level 2
<b>Other Investment</b>							
Treasury bills	-	-	3,755,820	-	3,755,820	3,755,820	Level 2
Unquoted equity securities	-	-	-	179	179	179	Level 3
Investment properties	-	-	-	2,100,080	2,100,080	2,100,080	Level 3
Land and Buildings	-	-	-	1,205,048	1,205,048	1,205,048	Level 3
<b>Investment securities</b>							
Repos	-	-	-	2,409,024	2,409,024	2,409,024	Level 3
Debentures	-	-	-	521,260	521,260	521,260	Level 3
<b>Finance lease receivables, hire purchases and operating leases</b>							
Finance lease receivables	-	-	-	13,917,881	13,917,881	13,538,463	Level 3
<b>Advances and other loans</b>							
Advances and loans	-	-	-	37,738,244	37,738,244	35,479,191	Level 3
Factoring receivables	-	-	-	1,836,824	1,836,824	2,622,094	Level 3
<b>Total financial assets</b>	-	<b>128,303</b>	<b>6,765,363</b>	<b>59,728,540</b>	<b>66,622,206</b>	<b>64,769,005</b>	
<b>Financial Liabilities</b>							
Derivative liabilities held for risk management	-	-	-	179,561	179,561	179,561	Level 3
<b>Liabilities</b>							
Deposits liabilities	-	-	-	24,316,106	24,316,106	18,498,534	Level 3
<b>Interest bearing borrowings</b>							
Debentures	-	-	-	5,116,377	5,116,377	4,774,236	Level 3
Long-term borrowings	-	-	-	20,843,731	20,843,731	20,734,848	Level 3
<b>Total financial liabilities</b>	-	-	-	<b>50,455,775</b>	<b>50,455,775</b>	<b>44,187,179</b>	

**COMMERCIAL LEASING & FINANCE PLC**

**Segment Information - Company**

	Conventional Financial Services Rs.' 000	Islamic Financial Services Rs.' 000	Factoring Business Rs.' 000	Others/ Adjustments Rs.' 000	Total Rs.' 000
<b>For the year ended 30th June 2019</b>					
Total revenue	3,193,267	221,076	174,122	-	3,588,465
Net interest cost	(1,541,988)	(48,044)	(85,240)	-	(1,675,272)
<b>Profit before operating expenses</b>	<b>1,651,279</b>	<b>173,032</b>	<b>88,882</b>	<b>-</b>	<b>1,913,193</b>
Operating expenses	(1,154,371)	(120,618)	(151,430)	-	(1,426,419)
Value added tax on financial services,NBT & Debt Recovery Levy	(136,410)	(3,501)	(7,423)	-	(147,334)
<b>Profit from operations</b>	<b>360,498</b>	<b>48,913</b>	<b>(69,971)</b>	<b>-</b>	<b>339,440</b>
<b>For the year ended 30th June 2018</b>					
Total revenue	3,436,392	222,859	261,142	-	3,920,393
Net interest cost	(1,487,314)	(34,482)	(108,609)	-	(1,630,405)
<b>Profit before operating expenses</b>	<b>1,949,078</b>	<b>188,377</b>	<b>152,533</b>	<b>-</b>	<b>2,289,988</b>
Operating expenses	(1,348,811)	(37,456)	(137,787)	-	(1,524,055)
Value added tax on financial services,NBT & Debt Recovery Levy	(123,893)	(11,306)	(10,768)	-	(145,967)
<b>Profit from operations</b>	<b>476,374</b>	<b>139,615</b>	<b>3,978</b>	<b>-</b>	<b>619,966</b>
<b>For the year ended 30th June 2019</b>					
Capital expenditure	-	-	-	16,357	16,357
Depreciation of property plant and equipment	-	-	-	33,172	33,172
Provision for/(reversal of provision for)doubtful debts and bad debts written off	316,198	93,576	113,107	-	522,881
<b>For the year ended 30th June 2018</b>					
Capital expenditure	-	-	-	27,198	27,198
Depreciation of property plant and equipment	-	-	-	33,115	33,115
Provision for/(reversal of provision for)doubtful debts and bad debts written off	267,956	11,947	85,989	-	365,892
<b>As at 30th June 2019</b>					
Total assets	47,097,082	3,971,752	1,528,709	15,625,875	68,223,418
Total liabilities	42,465,682	3,212,353	1,378,380	3,505,994	50,562,409
<b>As at 30th June 2018</b>					
Total assets	57,460,780	3,944,907	3,121,240	7,881,372	72,070,410
Total liabilities	47,136,079	2,895,197	2,560,406	2,789,660	55,260,944

**COMMERCIAL LEASING & FINANCE PLC**

**Statement of Directors' holding and Chief Executive Officer's holding in shares of the Entity**

**As at 30th June 2019**

	<b>Directors Name</b>	<b>No. of shares</b>	<b>%</b>
1	Mr P.D.J.Fernando	-	-
2	Mr.D.M.D.K.Thilakeratne	-	-
3	Mr L. Jayaratne	-	-
4	Mr U H Ebert Silva	-	-
5	Mr S Thamothersampillai	-	-

**Top 20 Shareholders As At 30th June 2019**

	<b>Shareholder</b>	<b>No. of Shares</b>	<b>% of Issued Capital</b>
1	Lolc Holdings PLC	4,058,876,426	63.642
2	Hatton National Bank PLC/Lolc Holdings PLC	2,250,000,000	35.279
3	Browns Investments PLC	40,000,000	0.627
4	Sinharaja Hills Plantation Pvt Limited	5,445,851	0.085
5	Chemical Industries (Colombo) Ltd/CIC Charitable & Educational Trust Fund	4,000,000	0.063
6	Seylan Developments PLC	1,981,038	0.031
7	Ceylon Biscuits Limited	1,857,786	0.029
8	Mrs. N.R. Mather	1,000,000	0.016
9	Mrs. R.L. Mather	1,000,000	0.016
10	Mr. S.R. Mather	1,000,000	0.016
11	Mr. D.N.N. Lokuge	890,660	0.014
12	Saakya Capital Private Ltd	800,050	0.013
13	Mr. A.N. William	650,000	0.010
14	Mr W Gunarathne	529,017	0.008
15	Mr. W.V.A.N. Fernando & Mrs. K.M.M.V.R.Jayasuriya	500,000	0.008
16	Dr. H.S.D.Soyso	400,100	0.006
17	Mr. P.B.Jayasundara	260,000	0.004
18	Mrs.A.S.Weerasuriya & Mr. G. S. Padumadasa	229,520	0.004
19	Mr. S.M.M.Abdul Ghaffoor	200,000	0.003
20	Mr. H.E.P.Babapulle & Mrs. I J. Babapulle	200,000	0.003
	<b>Total shares held by top 20 shareholders</b>	<b>6,369,820,448</b>	<b>99.876</b>

**Public shareholding**

Information pertaining to public shareholding is as follows:

	<b>30 Jun 2019</b>
Public holding percentage	0.452%
Number of public shareholders	1,003
Float Adjusted Market Capitalization	80,737,283

The Company is not compliant with the Minimum Public Holding requirement stipulated in the Listing Rule 17.13.1 (b) of the Colombo Stock Exchange. The Board of Directors of the Company is in the process of evaluating matters concerning the captioned requirement.