

COMMERCIAL LEASING & FINANCE PLC



**INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 30 JUNE 2017**

COMMERCIAL LEASING & FINANCE PLC
Statement of Financial Position

<u>Group</u>	<u>Company</u>		<u>Group</u>	<u>Company</u>	
31-Mar-17	31-Mar-17	As at 30th June	2016	2017	2016
(Audited)	(Audited)				
Rs. '000	Rs. '000		Rs. '000	Rs. '000	Rs. '000
Assets					
2,150,420	1,487,849	Cash & cash equivalents	2,138,298	1,531,318	1,067,063
2,715,175	2,715,175	Financial assets held for trading	2,858,738	739,513	2,791,748
16,650,125	15,753,954	Other investments	29,899,205	18,968,590	28,863,401
14,081,275	13,972,748	Rentals receivable on lease & hire purchase	14,888,810	13,511,383	14,802,564
43,778,397	33,763,173	Loans and advances	36,877,420	35,279,597	28,790,985
6,167,657	6,167,657	Factoring receivables	5,290,490	5,248,846	5,290,490
4,189	-	Amounts due from related company	-	-	8
264,969	264,969	Value Added Tax (VAT) recoverable	235,686	219,184	235,686
570,241	501,484	Other receivables	1,002,073	344,026	912,786
83,059	83,059	Investment in equity accounted investee	78,920	1,354,653	78,920
46,000	46,000	Investment properties	42,000	46,000	42,000
-	1,023,302	Investment in subsidiary companies	-	-	967,863
-	-	Deferred tax assets	2,048	-	-
253,211	-	Goodwill on acquisition	253,211	-	-
5,943	5,943	Intangible assets	2,766	5,436	2,766
2,120,039	1,975,784	Property, plant & equipment	1,276,377	1,979,693	1,189,132
88,890,701	77,761,097	Total Assets	94,846,042	79,228,239	85,035,413
Liabilities and Equity					
Liabilities					
1,805,044	1,390,807	Bank overdraft	2,296,602	1,106,812	1,417,724
18,749,265	15,935,942	Deposits liabilities	11,367,615	19,640,301	10,310,136
46,317,070	44,266,931	Interest bearing loans & borrowings	59,006,402	40,667,166	58,058,261
520,758	413,645	Current tax liabilities	680,519	533,858	562,874
5,360,026	84,598	Amounts due to related companies	5,580,411	209,633	278,090
1,165,471	1,084,295	Other payables	3,005,914	1,769,971	1,900,686
347,867	337,045	Deferred tax liabilities	357,932	337,045	357,932
95,895	72,300	Retirement benefit obligations	73,485	71,770	51,138
74,361,396	63,585,563	Total Liabilities	82,368,880	64,336,556	72,936,841
Equity					
1,425,947	1,425,947	Stated capital	1,425,947	1,425,947	1,425,947
1,682,756	1,709,933	Reserves	847,072	1,740,140	882,833
11,417,908	11,039,654	Retained earnings	10,142,398	11,725,596	9,789,792
14,526,611	14,175,534	Equity attributable to shareholders of the Company	12,415,417	14,891,683	12,098,572
2,694	-	Non-controlling interests	61,745	-	-
14,529,305	-		12,477,162	-	-
88,890,701	77,761,097	Total Liabilities and Equity	94,846,042	79,228,239	85,035,413
2.28	2.22	Net asset value per share	1.95	2.33	1.90

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

Sgd.

Mrs. S.S. Kotakadeniya
Chief Financial Officer - LOLC Group

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;

Sgd.

Mr. P.D.J.Fernando
Director

Sgd.

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

14th August 2017
Colombo

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

For the three months ended	Group			Company		
	30.06.2017 Unaudited	30.06.2016 Unaudited	Variance %	30.06.2017 Unaudited	30.06.2016 Unaudited	Variance %
	Rs. ' 000	Rs. ' 000		Rs. ' 000	Rs. ' 000	
Continuing Operations						
Interest income	3,036,891	2,305,438	32%	3,077,378	2,336,602	32%
Interest expense	(1,803,615)	(1,403,038)	29%	(1,803,615)	(1,403,038)	29%
Net interest income	1,233,276	902,400	37%	1,273,763	933,564	36%
Other Income	605,931	622,729	(3%)	605,931	622,729	(3%)
Gain on deemed disposal of BRAC Lanka Finance PLC	-	-	-	242,648	-	-
Expenses						
Direct expenses	(105,401)	(86,789)	21%	(105,401)	(86,789)	21%
Personnel Expenses	(306,848)	(246,257)	25%	(306,848)	(246,257)	25%
Premises, equipment & establishment expenses	(102,789)	(76,601)	34%	(102,789)	(76,601)	34%
Depreciation and amortization	(25,886)	(24,845)	4%	(25,886)	(24,845)	4%
Allowance for impairment & write offs	(192,500)	(111,560)	73%	(192,500)	(111,560)	73%
Other operating expenses	(448,310)	(454,988)	(1%)	(448,310)	(454,988)	(1%)
	657,473	524,089	25%	940,608	555,253	69%
Value added tax on financial services and NBT	(90,057)	(78,758)	14%	(90,057)	(78,758)	14%
Results from Operating Activities	567,416	445,331	27%	850,551	476,495	79%
Share of profit of equity accounted investee (net of tax)	5,605	3,065	83%	5,605	3,065	83%
Profit before tax	573,021	448,396	28%	856,156	479,560	79%
Income tax expense	(170,213)	(133,419)	28%	(170,213)	(133,419)	28%
Profit for the period from Continuing operations	402,808	314,977	28%	685,943	346,141	98%
Discontinued Operations						
Profit/(loss) for the period from discontinued operations (Note 9)	(90,303)	220,672	(141%)	-	-	
Profit for the Period	312,505	535,649	(42%)	685,943	346,141	98%
Other comprehensive income						
Continuing Operations						
Net Change in fair value of available for sale finance assets	96,582	(18,189)	-	96,582	(18,189)	-
Effective portion of changes in fair value of cash flow	(66,376)	(26,806)	148%	(66,376)	(26,806)	148%
Discontinued Operations						
Net Change in fair value of available for sale finance assets of discontinued Operations	651	(28)		-	-	
Other comprehensive income/ (expense) for the period, net of tax	30,857	(45,023)	-	30,206	(44,995)	-
Total comprehensive income for the period	343,362	490,626	(30%)	716,149	301,146	138%
Profit attributable to;						
Equity holders of the Company	312,405	524,947		685,943	346,141	
Non-controlling interests	100	10,702		-	-	
Profit for the period	312,505	535,649		685,943	346,141	
Tota comprehensive income attributable to;						
Equity holders of the Company	343,260	479,926		716,149	301,146	
Non-controlling interests	102	10,700		-	-	
Total comprehensive income for the period	343,362	490,626		716,149	301,146	
Earnings per share Rs.	0.05	0.08		0.11	0.05	

Figures in brackets indicate deductions

Commercial Leasing & Finance PLC
Statement of Changes in Equity - Group

For the three months ended

	Stated Capital	Revaluation Reserve	Hedging Reserve	Fair Value Reserve on AFS	General Reserve	Statutory Reserve Fund	Investment Fund Reserve	Retained Earnings	Total	Non-controlling Interest	Total Equity
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
Balance as at 1st April 2016	1,425,947	135,980	46,271	(87,475)	231,780	565,537	-	9,617,451	11,935,491	51,045	11,986,536
Total comprehensive income for the period											
Profit for the period	-	-	-	-	-	-	-	524,947	524,947	10,702	535,649
Other comprehensive income	-	-	(26,806)	(18,215)	-	-	-	-	(45,021)	(2)	(45,023)
Total comprehensive income for the period	-	-	(26,806)	(18,215)	-	-	-	524,947	479,926	10,700	490,626
<u>Transactions with Owners directly recorded in the Equity</u>											
Dividends Forfeited								-	-	-	-
Transferred to/(from) during the period	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-
Balance as at 30th June 2016	1,425,947	135,980	19,465	(105,690)	231,780	565,537	-	10,142,398	12,415,417	61,745	12,477,162

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

For the three months ended

	Stated Capital Rs. 000	Revaluation Reserves Rs. 000	Hedging reserve Rs. 000	Fair Value Reserve on AFS Rs. 000	General Reserve Rs. 000	Statutory Reserves Rs. 000	Investment Fund Reserve Rs. 000	Retained Earnings Rs. 000	Total Rs. 000
Balance as at 01st April 2016	1,425,947	135,981	46,270	(87,106)	288,080	544,603	-	9,443,651	11,797,426
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	346,141	346,141
Other comprehensive income	-	-	(26,806)	(18,189)	-	-	-	-	(44,995)
Total comprehensive income for the period	-	-	(26,806)	(18,189)	-	-	-	346,141	301,146
Transferred to/(from) during the period									
Balance as at 30th June 2016	1,425,947	135,981	19,464	(105,295)	288,080	544,603	-	9,789,792	12,098,572
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	1,340,162	1,340,162
Share of Other Comprehensive Income from Equity accounted investee	-	-	-	-	-	-	-	199	199
Tax on Other Comprehensive Income	-	(11,491)	(16,996)	-	-	-	-	2,406	(26,081)
Other comprehensive income	-	747,892	45,299	(21,918)	-	-	-	(8,591)	762,682
Total comprehensive income for the period	-	736,401	28,303	(21,918)	-	-	-	1,334,176	2,076,962
Transferred to/(from) during the period	-	-	-	-	-	84,315	-	(84,315)	-
Balance as at 31st March 2017	1,425,947	872,382	47,767	(127,213)	288,080	628,918	-	11,039,653	14,175,534
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	685,943	685,943
Other comprehensive income	-	-	(66,376)	96,582	-	-	-	-	30,206
Total comprehensive income for the period	-	-	(66,376)	96,582	-	-	-	685,943	716,149
Transferred to/(from) during the period									
Balance as at 30th June 2017	1,425,947	872,382	(18,609)	(30,631)	288,080	628,918	-	11,725,596	14,891,683

COMMERCIAL LEASING & FINANCE PLC
Statement of Cash Flows

For the three months ended	Group		Company	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before income tax expense	573,021	448,396	856,156	479,560
Adjustment for:				
Depreciation and amortization	25,886	24,845	25,886	24,845
Provision for gratuity	1,200	1,200	1,200	1,200
Allowances for doubtful debts	192,500	111,560	192,500	111,560
Provision for fall/(increase) in value of investments	(74,420)	(55,552)	(74,420)	(55,552)
Investment income	(295,010)	(307,042)	(295,010)	(307,042)
Dividend Income	(5,798)	(41,719)	(5,798)	(41,719)
Interest cost	1,803,615	1,403,038	1,803,615	1,403,038
Share of profit of equity accounted investees	(5,605)	(3,065)	(5,605)	(3,065)
Gain on deemed disposal of BRAC	(242,648)	-	(242,648)	-
Operating profit before working capital changes	1,972,741	1,581,661	2,255,876	1,612,825
Working capital changes				
(Increase)/decrease in accounts receivables & others	208,600	(20,798)	208,600	(51,962)
Increase/(decrease) in accounts payables	799,640	145,262	799,640	145,265
(Increase)/decrease investment in leases	416,323	(111,240)	416,323	(111,240)
(Increase)/decrease in factoring account receivable	857,610	(365,651)	857,610	(365,651)
(Increase)/decrease investment in advances and other loans	(1,602,681)	(1,767,381)	(1,602,681)	(1,767,381)
Net proceed from customer deposits	3,704,358	(2,037,510)	3,704,358	(2,037,510)
Cash generated from operations	6,356,591	(2,575,657)	6,639,726	(2,575,654)
Interest paid	(2,014,171)	(1,415,518)	(2,014,171)	(1,446,682)
Income tax paid	(50,000)	(35,000)	(50,000)	(35,000)
Gratuity paid	(1,730)	(404)	(1,730)	(404)
Net cash from /(used in) operating activities of continuing operations	4,290,690	(4,026,579)	4,573,825	(4,057,740)
Net cash from /(used in) operating activities from discontinued operations	816,576	737,026	-	-
Net cash from /(used in) operating activities	5,107,266	(3,289,553)	4,573,825	(4,057,740)
CASH FLOW FROM INVESTING ACTIVITIES				
Purchased of property, plant and equipment	(29,288)	(145,911)	(29,288)	(145,911)
Purchases of short term investments	(830,496)	2,457,842	(830,496)	2,457,842
Net investment in term deposits	2,630	-	2,630	-
Interest received	-	187,598	-	187,598
Dividend received	-	356	-	356
Net cash flow from investing activities from continuing Opearions	(857,154)	2,499,885	(857,154)	2,499,885
Net cash flow from investing activities from discontinued Opearions	1,158,570	(1,042,605)	-	-
Net cash flow from investing activities	301,416	1,457,280	(857,154)	2,499,885
CASH FLOW FROM FINANCING ACTIVITIES				
Net proceed from short term borrowings	(3,352,000)	1,935,413	(3,352,000)	1,935,413
Repayments of long term loans	(37,209)	(393,515)	(37,209)	(393,515)
Net cash generated from financing activities from continuing Opearions	(3,389,209)	1,541,898	(3,389,209)	1,541,898
Net cash generated from financing activities from discontinued Opearions	(1,940,344)	(553,353)	-	-
Net cash generated from financing activities	(5,329,553)	988,545	(3,389,209)	1,541,898
Net increase/(decrease) in cash & cash equivalents during the period	79,129	(843,728)	327,462	(15,957)
Cash & cash equivalents at the beginning of the period	345,377	685,422	97,044	(334,704)
Cash & cash equivalents at the end of the period	424,506	(158,306)	424,506	(350,661)
Analysis of cash & cash equivalents at the end of the period				
Cash at bank and in hand	1,531,318	2,138,298	1,531,318	1,067,063
Bank overdraft	(1,106,812)	(2,296,602)	(1,106,812)	(1,417,724)
	424,506	(158,306)	424,506	(350,661)

Commercial Leasing & Finance PLC
Notes to the Interim Financial Statements
For the year ended 30th June 2017

1. The Statement of Financial Position as at 30 June 2017, the Statement of Profit or Loss & other Comprehensive Income, Cash Flow Statements and Statements of Changes in Equity of the Company for the three months ended 30 June 2017 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, has been considered in preparing the said financial statements of the Company.
2. Accounting policies and method of computation as stated in the Audited financial statements for the year 2016/17 are followed in preparing of these Interim Financial Statements .
3. The Stated Capital of the Company is represented by 6,377,711,170 ordinary shares.
4. 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.
5. 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.
6. All expenses related to management expenditure is fully provided for in the financial statements.
7. Previous period figures and notes have been restated and reclassified wherever necessary to conform to the current year's presentation.
8. With reference to the right issue made by BRAC Lanka PLC during the current financial period, the effective holding of the investee has been diluted from 99.76% to 44.33%. Consequently investment of subsidiary has been reclassified to equity account investee / associate in compliance to the LKAS 27 & SLFRS 10.

In individual financial statements	Rs.' 000
Fair value of the associate company	1,265,989
Carrying amount of the previously held interest of BRAC	1,023,341
Gain on deemed disposal of BRAC Lanka Finance PLC	<u>242,648</u>
In consolidated financial statements	
Fair Value of BRAC Lanka Finance PLC	1,265,989
Less - Net Assets disposed	(1,188,120)
Less - Goodwill on Acquisition	(253,211)
Add - Non Controlling Interest	2,851
Loss on Deemed Disposal	<u>(172,491)</u>

9. Loss on discontinued of operation

	30.06.2017	30.06.2016
	Unaudited	Unaudited
	Rs. '000	Rs. '000
Income	616,161	687,842
Interest expense	(171,915)	(207,550)
Net interest income	<u>444,246</u>	<u>480,292</u>
Other Income	28,181	24,534
Allowance for impairment & write offs	(142,336)	(44,016)
Expenses	(231,684)	(236,902)
Profit Before Tax	<u>98,405</u>	<u>223,908</u>
Income tax expense	(16,217)	(3,236)
Profit After Tax	<u>82,188</u>	<u>220,672</u>
Results on divestment of group investments (Note 8)	(172,491)	-
Profit for the period from discontinued operations	<u>(90,303)</u>	<u>220,672</u>

10. No circumstances have arisen subsequent to the reporting date which would require adjustments to or disclosure in the financial statements.
11. There are no significant changes in the nature of the contingent liabilities disclosed in the Audited financials for the year ended 31 March 2017.

Commercial Leasing & Finance PLC
Notes to the Interim Financial Statements (Continued)
For the year ended 30th June 2017

12. Share Information

Market prices of ordinary shares recorded during the quarter ended 30th June 2017 are as follows.

Market prices of ordinary shares recorded during the quarter ended	30-Jun-17	30-Jun-16
Highest price (Rs.)	3.20	4.20
Lowest price (Rs.)	2.70	3.50
Closing price (Rs.)	3.00	3.90

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 Interest rate of comparable government security

Buying and Selling prices of Treasury Bonds of the Bind Market as at 30th June 2017

5 Year Bond	Price (Rs.)	Yield (%)
Buying	98.05	11.02
Selling	98.32	10.88

Market prices and yield during the period

5 Year Bond	Price (Rs.)	Yield (%)
	98.18	12.18

13.2 Yield to maturity of last trade done for the quarter ended 30th June 2 - Not Traded

13.3 Market prices for the quarter ended 30th June 2017 - Not Traded

13.4 Debt security related ratios

	Company	
	As at 30-06-2017	As at 30-06-2016
Debt to equity ratio	4.19 times	5.77 times
Quick asset ratio	1.061 times	1.134 times
Interest cover	1.34 times	1.33 times

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 allocation (b/a)	Clarification if not fully utilized including where the funds are invested
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

13. 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

14. Financial assets and liabilities - Valuation technique

14.2. Accounting classifications and fair values - Group

The table below sets out the carrying amounts of the financial assets and financial liabilities of the company & its subsidiary.

Rs.000'

As at 31st March 2017	Fair value through other				Total carrying amount	Fair value	Fair value measurement level
	Fair value - derivatives	Fair value - held for trading	comprehensive income - available for sale	Amortised cost / Not measured at fair value			
ASSETS							
Cash and cash equivalents	-	-	-	2,150,420	2,150,420	2,150,420	Level 3
- Corporate bonds	-	-	1,424,507	-	1,424,507	1,424,507	Level 1
Investment in government securities							
- Measured at amortized cost	-	-	-	4,287,347	4,287,347	4,287,347	Level 3
Investment in equity securities	-	201,450	66,979	-	268,429	268,429	Level 3
Commercial Papers	-	-	-	1,706,651	1,706,651	1,706,651	Level 3
Investment in term deposits	-	-	-	8,740,159	8,740,159	8,740,159	Level 3
Finance lease receivables, hire purchases and operating leases							
- Finance lease receivables	-	-	-	14,070,619	14,070,619	12,865,911	Level 2
- Hire purchase receivables	-	-	-	10,656	10,656	10,656	Level 2
Advances and other loans							
- Advances and other loans	-	-	-	44,778,397	44,778,397	32,411,725	Level 2
- Factoring receivables	-	-	-	6,167,657	6,167,657	4,959,717	Level 3
Derivative assets	60,701	-	-	-	60,701	60,701	Level 2
Other financial assets	-	-	-	1,276	1,276	40,484	Level 3
Total financial assets	60,701	201,450	1,491,486	81,913,182	83,666,819	68,926,706	
LIABILITIES							
Bank overdraft	-	-	-	1,805,044	1,805,044	1,805,044	Level 3
Short Term Loan from Banks	-	-	-	13,134,045	13,134,045	13,134,045	Level 3
Debentures	-	-	-	5,121,541	5,121,541	4,321,648	Level 2
Bank Loans	-	-	-	26,011,345	26,011,345	26,011,345	Level 2
Deposits from customers	-	-	-	15,935,942	15,935,942	13,746,015	Level 2
Trade and other payables	-	-	-	273,358	273,358	273,358	Level 3
Amount due to related companies	-	-	-	84,598	84,598	84,598	Level 3
Total financial liabilities	-	-	-	62,365,874	62,365,874	59,376,054	

15. Financial assets and liabilities - Valuation technique

15.2. 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 2017	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
	Fair value - derivatives	Fair value - held for trading						
ASSETS								
Cash and cash equivalents	-	-	-	-	1,531,318	1,531,318	1,531,318	Level 3
Investment in equity securities	-	224,677	-	-	-	224,677	224,677	Level 1
Unquoted equity securities	-	-	66,979	-	-	66,979	66,979	Level 3
Investment in government securities								
- Corporate bonds	-	-	1,492,688	-	-	1,492,688	1,492,688	Level 2
- Measured at amortized cost	-	-	-	-	6,738,000	6,738,000	6,738,000	Level 3
Finance lease receivables, hire purchases and operating leases								
- Finance lease receivables	-	-	-	-	13,622,461	13,622,461	12,392,033	Level 3
- Hire purchase receivables	-	-	-	-	5,089	5,089	5,089	Level 3
- Advances and other loans	-	-	-	-	35,569,116	35,569,116	33,865,766	Level 3
- Factoring receivables	-	-	-	-	5,665,411	5,665,411	5,665,411	Level 3
Derivative assets	11,324	-	-	-	-	11,324	11,324	Level 2
Other Financial Assets	-	-	-	-	4,928	4,928	4,928	Level 3
Total financial assets	11,324	224,677	1,559,667	63,136,323	64,931,991	61,998,213		
LIABILITIES								
Bank overdraft	-	-	-	-	1,106,812	1,106,812	1,106,812	Level 3
Derivative liabilities - fair value through profit or loss	95,522	-	-	-	-	95,522	95,522	Level 2
Short Term Loan from Banks	-	-	-	-	9,735,000	9,735,000	9,735,000	Level 3
Debentures	-	-	-	-	5,243,082	5,243,082	4,309,894	Level 2
Bank Loans	-	-	-	-	25,689,084	25,689,084	25,689,084	Level 3
Deposits from customers	-	-	-	-	19,640,301	19,640,301	16,785,942	Level 2
Trade and other payables	-	-	-	-	893,205	893,205	893,205	Level 3
Amount due to related companies	-	-	-	-	209,633	209,633	209,633	Level 3
Total financial liabilities	95,522	-	-	62,517,119	62,612,639	58,825,092		

Rs.000'

As at 31st March 2017	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
	Fair value - derivatives	Fair value - held for trading						
ASSETS								
Cash and cash equivalents	-	-	-	-	1,487,849	1,487,849	1,487,849	Level 3
Investment in equity securities	-	201,239	66,979	-	-	268,218	268,218	Level 1
Investment in government securities								
- Corporate bonds	-	-	1,424,507	-	-	1,424,507	1,424,507	Level 2
- Measured at amortized cost	-	-	-	-	3,754,956	3,754,956	3,754,956	Level 3
Investment in term deposits	-	-	-	-	8,740,159	8,740,159	8,740,159	Level 3
Commercial Papers	-	-	-	-	1,706,651	1,706,651	1,706,651	Level 3
Finance lease receivables, hire purchases and operating leases								
- Finance lease receivables	-	-	-	-	13,971,615	13,971,615	12,865,911	Level 3
- Hire purchase receivables	-	-	-	-	1,133	1,133	1,133	Level 3
- Advances and other loans	-	-	-	-	33,763,173	33,763,173	32,411,725	Level 3
- Factoring receivables	-	-	-	-	6,167,657	6,167,657	4,959,717	Level 3
Derivative assets	60,701	-	-	-	-	60,701	60,701	Level 2
Other Financial Assets	-	-	-	-	1,276	1,276	1,276	Level 3
Total financial assets	60,701	201,239	1,491,486	69,594,469	71,347,895	67,682,803		
LIABILITIES								
Bank overdraft	-	-	-	-	1,390,807	1,390,807	1,390,807	Level 3
Short Term Loan from Banks	-	-	-	-	13,134,045	13,134,045	13,134,045	Level 3
Debentures	-	-	-	-	5,121,541	5,121,541	4,321,648	Level 2
Bank Loans	-	-	-	-	26,011,345	26,011,345	26,011,345	Level 3
Deposits from customers	-	-	-	-	15,935,942	15,935,942	13,746,015	Level 2
Trade and other payables	-	-	-	-	273,358	273,358	273,358	Level 3
Amount due to related companies	-	-	-	-	84,598	84,598	84,598	Level 3
Total financial liabilities	-	-	-	61,951,636	61,951,636	58,961,816		

COMMERCIAL LEASING & FINANCE PLC
Segment Information - Group

	Business Segment					
	Leasing Rs.' 000	Hire Purchase Rs.' 000	Loans Rs.' 000	Factoring Rs.' 000	Others Rs.' 000	Total Rs.' 000
Continuing Operations						
For the three months ended 30 June 2017						
Total revenue	744,891	7,083	1,888,124	396,793	605,931	3,642,822
Net interest cost	(451,611)	(24)	(1,179,265)	(172,715)	-	(1,803,615)
Profit before operating expenses	293,280	7,059	708,859	224,078	605,931	1,839,207
Operating expenses	(203,175)	(3,407)	(467,524)	(181,723)	(325,905)	(1,181,734)
Value Added Tax on financial services	(22,515)	(1)	(58,793)	(8,748)	-	(90,057)
Profit from operations of continuing operation	67,590	3,651	182,542	33,607	280,026	567,416
Discontinued Operations						
Profit from operations of discontinued operations	1,203	(123)	97,325	-	-	98,405
Continuing Operations						
For the three months ended 30 June 2016						
Total revenue	764,671	9,110	1,281,334	250,323	622,729	2,928,167
Net interest cost	(425,463)	(64)	(827,651)	(149,860)	-	(1,403,038)
Profit before operating expenses	339,208	9,046	453,683	100,463	622,729	1,525,129
Operating expenses	(251,889)	(5,694)	(286,801)	(93,469)	(363,187)	(1,001,040)
Value Added Tax on financial services	(23,845)	(3)	(46,386)	(8,524)	-	(78,758)
Profit from operations of continuing operation	63,474	3,349	120,496	(1,530)	259,542	445,331
Discontinued Operations						
Profit from operations of discontinued operations	5,959	(2,273)	220,221	-	-	223,908
For the three months ended 30 June 2017						
Capital expenditure	-	-	-	-	29,288	29,288
Depreciation of property plant and equipment	-	-	-	-	25,886	25,886
Provision for/(reversal of provision for)doubtful debts and bad debts written off	45,432	(390)	86,258	61,200	-	192,500
For the three months ended 30 June 2016						
Capital expenditure	-	-	-	-	145,911	145,911
Depreciation of property plant and equipment	-	-	-	-	24,845	24,845
Provision for/(reversal of provision for)doubtful debts and bad debts written off	54,058	418	22,206	34,878	-	111,560
As at 30- June -2016						
Total assets	14,875,440	13,370	36,877,420	5,290,490	37,789,323	94,846,042
Total liabilities	21,206,190	19,060	52,571,861	7,445,934	1,125,836	82,368,880

COMMERCIAL LEASING & FINANCE PLC
Segment Information - Company

	Business Segment					
	Leasing Rs. ' 000	Hire Purchase Rs. ' 000	Loans Rs. ' 000	Factoring Rs. ' 000	Others Rs. ' 000	Total Rs. ' 000
For the three months ended 30th June 2017						
Total revenue	754,233	7,083	1,913,630	402,432	848,579	3,925,957
Net interest cost	(451,611)	(24)	(1,179,265)	(172,715)	-	(1,803,615)
Profit before operating expenses	302,622	7,059	734,365	229,717	848,579	2,122,342
Operating expenses	(204,694)	(3,325)	(472,735)	(182,095)	(318,885)	(1,181,734)
Value added tax on financial services and NBT	(22,515)	(1)	(58,793)	(8,748)	-	(90,057)
Profit from operations	75,413	3,733	202,838	38,874	529,693	850,551
For the three months ended 30th June 2016						
Total revenue	774,651	9,118	1,298,828	254,005	622,729	2,959,331
Net interest cost	(425,463)	(64)	(827,651)	(149,860)	-	(1,403,038)
Profit before operating expenses	349,188	9,054	471,177	104,145	622,729	1,556,293
Operating expenses	(253,631)	(5,593)	(291,501)	(94,401)	(355,914)	(1,001,040)
Value added tax on financial services and NBT	(23,845)	(4)	(46,386)	(8,523)	-	(78,758)
Profit from operations	71,712	3,457	133,290	1,221	266,815	476,495
For the three months ended 30th June 2017						
Capital expenditure	-	-	-	-	29,288	29,288
Depreciation of property plant and equipment	-	-	-	-	25,886	25,886
Provision for/(reversal of provision for)doubtful debts and bad debts written off	45,432	(390)	86,258	61,200	-	192,500
For the three months ended 30th June 2016						
Capital expenditure	-	-	-	-	145,911	145,911
Depreciation of property plant and equipment	-	-	-	-	24,845	24,845
Provision for/(reversal of provision for)doubtful debts and bad debts written off	54,058	418	22,206	34,878	-	111,560
As at 30- June -2017						
Total assets	13,510,664	720	35,279,597	5,248,846	25,188,412	79,228,239
Total liabilities	15,873,323	845	41,449,071	6,070,642	942,675	64,336,556
As at 30- June -2016						
Total assets	14,800,334	2,231	28,790,985	5,290,490	36,151,373	85,035,413
Total liabilities	21,822,942	3,289	42,452,016	7,686,651	971,943	72,936,841

COMMERCIAL LEASING & FINANCE PLC

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

As at 30th June 2017

	Directors Name	No. of shares	%
1	Mr. I. C. Nanayakkara Chairman	-	-
2	Mr. W. D. K. Jayawardena	-	-
3	Mrs. K. U. Amarasinghe	-	-
4	Mr. P.D.J.Fernando	-	-
5	Mr. D.M.D.K.Thilakarathne Director / CEO	-	-
6	Mr. L. Jayaratne	-	-

Top 20 Shareholders As At 30th June 2017

	Shareholder	No. of Shares	% of Issued Capital
1	LANKA ORIX LEASING COMPANY PLC	6,308,876,426	98.921
2	BROWNS INVESTMENTS PLC	40,000,000	0.627
3	SINHARAJA HILLS PLANTATION PVT LIMITED	5,445,851	0.085
4	CHEMICAL INDUSTRIES (COLOMBO)LTD/CIC CHARITABLE & EDUCATIONNAL TRUST FUND	4,000,000	0.063
5	CEYLON BISCUITS LIMITED	2,000,000	0.031
6	SEYLAN DEVELOPMENTS PLC	1,986,139	0.031
7	MISS N.R. MATHER	1,000,000	0.016
8	MRS. R.L. MATHER	1,000,000	0.016
9	MR. S.R. MATHER	1,000,000	0.016
10	MR. D.N.N. LOKUGE	890,660	0.014
11	MR. A.N. WILLIAM	650,000	0.010
12	MR. W.GUNARATHNE	529,017	0.008
13	MR. W.V.A.N. FERNANDO & MRS. K.M.M.V.R. JAYASURIYA	500,000	0.008
14	SEYLAN BANK PLC/K.I.G. UDAYANANDA	415,664	0.007
15	DR. H.S.D.SOYSA	400,100	0.006
16	MR. P.B. JAYASUNDARA	260,000	0.004
17	MR. S.M.M. ABDUL GHAFFOOR	200,000	0.003
18	MR. H.E.P. BABAPULLE & MRS C.J. BABAPULLE	200,000	0.003
19	MR. J.B.W. KELEGAMA	200,000	0.003
20	MR.T.K.R.UDALAGAMA	200,000	0.003
Total shares held by Top 20 Shareholders		6,369,753,857	99.875

Public Holding Percentage as at 30th June 2017 being 1.08% comprising of 951 shareholders.