



Senkadagala Finance PLC

**Interim Financial Statements for the period ended
30 June 2024**

Statement of profit or loss

For the period ended 30 June	Company			Group		
	2024 Rs.	2023 Rs.	Change %	2024 Rs.	2023 Rs.	Change %
Gross income	2,092,763,001	1,765,174,429	19	2,156,333,486	1,819,552,991	19
Interest income	1,897,499,556	1,698,721,688	12	1,898,135,033	1,701,589,586	12
Interest expense	(758,453,876)	(1,035,708,722)	(27)	(757,973,836)	(1,035,165,410)	(27)
Net interest income	1,139,045,680	663,012,966	72	1,140,161,197	666,424,176	71
Fee and commission income	16,133,820	12,321,390	31	73,983,464	61,042,041	21
Fee and commission expense	(21,998,874)	(15,196,015)	45	(21,998,874)	(15,196,015)	45
Net fee and commission income	(5,865,054)	(2,874,625)	104	51,984,590	45,846,026	13
Net gain from trading	85,435,152	10,505,532	713	86,066,137	10,742,137	701
Net gain from financial instruments at fair value through profit or loss	54,449,342	38,848,752	40	58,812,746	41,484,211	42
Other operating income	39,245,131	4,777,067	722	39,336,106	4,695,016	738
Net other operating income	179,129,625	54,131,351	231	184,214,989	56,921,364	224
Total operating income	1,312,310,251	714,269,692	84	1,376,360,776	769,191,566	79
Impairment charges and other credit losses	(82,986,932)	(119,084,107)	(30)	(82,913,066)	(119,084,107)	(30)
Net operating income	1,229,323,319	595,185,585	107	1,293,447,710	650,107,459	99
Personnel expenses	(284,965,080)	(233,508,365)	22	(299,171,989)	(244,160,332)	23
Depreciation and amortisation	(80,960,937)	(84,278,012)	(4)	(83,383,577)	(86,291,324)	(3)
Other operating expenses	(219,522,209)	(202,243,226)	9	(225,132,782)	(207,173,465)	9
Operating profit before taxation on financial services	643,875,093	75,155,982	757	685,759,362	112,482,338	510
Taxes on financial services	(158,290,989)	(37,648,773)	320	(158,290,989)	(37,648,773)	320
Operating profit after taxation on financial services	485,584,104	37,507,209	1,195	527,468,373	74,833,565	605
Share of profits of associate, net of tax	1,422,930	1,935,117	(26)	1,422,930	1,935,117	(26)
Profit before income tax	487,007,034	39,442,326	1,135	528,891,303	76,768,682	589
Income tax expense	(138,808,366)	(8,123,556)	1,609	(149,585,867)	(17,011,671)	779
Profit for the period	348,198,668	31,318,770	1,012	379,305,436	59,757,011	535
Basic earnings per share	4.04	0.36	1,012	4.40	0.69	535

Figures in brackets in 2024 and 2023 columns indicate deductions.
The above figures are provisional and subject to audit.

Statement of other comprehensive income

<i>For the period ended 30 June</i>	Company			Group		
	2024	2023	Change	2024	2023	Change
	Rs.	Rs.	%	Rs.	Rs.	%
Profit for the period	348,198,668	31,318,770	1,012	379,305,436	59,757,011	535
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Actuarial gain on defined benefit plans	-	-	-	-	-	-
Deferred tax effect on actuarial gain	-	-	-	-	-	-
Net gain on investments in equity at fair value through other comprehensive income	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	348,198,668	31,318,770	1,012	379,305,436	59,757,011	535

Figures in brackets in 2024 and 2023 columns indicate deductions.

The above figures are provisional and subject to audit.

Statement of financial position

As at	Company			Group		
	30.06.2024 Rs.	31.03.2024 Rs. Audited	30.06.2023 Rs.	30.06.2024 Rs.	31.03.2024 Rs. Audited	30.06.2023 Rs.
Assets						
Cash and cash equivalents	476,658,376	675,179,658	680,926,199	513,500,277	745,484,204	707,294,351
Financial assets at amortised cost - Deposits with licensed financial institutions	1,806,827,255	2,621,954,788	4,010,134,477	1,814,898,050	2,630,031,829	4,018,284,395
Financial assets at amortised cost - Repurchase agreements	303,308,118	251,569,750	272,588,367	303,308,118	251,569,750	272,588,367
Financial assets held at fair value through profit or loss	3,547,469,807	4,483,199,237	1,234,848,121	3,696,325,505	4,622,384,957	1,320,994,310
Financial assets at amortised cost - Finance leases and hire purchases	23,133,894,052	22,240,442,963	19,787,365,369	23,128,030,278	22,240,442,963	19,787,365,369
Financial assets at amortised cost - Other loans and receivables	2,331,662,301	2,235,738,399	3,431,870,972	2,331,934,001	2,236,019,399	3,432,067,672
Financial assets measured at fair value through other comprehensive income	160,512,106	160,512,106	360,242,379	160,512,106	160,512,106	360,242,379
Financial assets at amortised cost - Other financial instruments	1,252,761,496	1,199,615,574	2,373,289,960	1,252,761,496	1,199,615,574	2,373,289,960
Investments in subsidiaries	51,729,600	51,729,600	328,301,663	-	-	-
Investment in associate	165,350,630	163,927,700	118,675,254	165,350,630	163,927,700	118,675,254
Investment property	347,438,186	348,495,373	351,666,935	347,438,186	348,495,373	256,005,423
Property, plant and equipment	1,225,200,010	1,255,786,307	1,049,390,343	1,231,835,587	1,262,424,662	1,056,562,256
Intangible assets	51,529,483	54,281,007	56,539,120	52,001,316	54,775,488	56,990,688
Right-of-use assets	386,037,855	385,709,783	341,635,861	425,599,558	385,709,783	346,492,972
Deferred tax assets	291,840,243	248,863,640	109,259,525	292,275,446	249,298,956	110,019,703
Other assets	317,004,287	183,248,477	258,594,587	330,098,069	170,057,950	264,565,224
Total assets	35,849,223,805	36,560,254,362	34,765,329,132	36,045,868,623	36,720,750,694	34,481,438,323
Liabilities						
Due to banks	4,993,822,399	6,509,926,076	6,009,132,804	4,994,094,680	6,509,926,076	6,009,132,804
Financial liabilities at amortised cost - Due to depositors	14,845,556,588	13,839,119,884	11,206,610,682	14,782,551,875	13,776,589,964	11,141,221,490
Financial liabilities at amortised cost - Other borrowings	2,885,111,728	3,699,366,257	6,338,889,273	2,885,111,728	3,699,366,257	6,338,889,273
Subordinated debentures	1,824,878,288	1,768,784,186	1,824,902,960	1,824,878,288	1,768,784,186	1,824,902,960
Lease liabilities	398,885,522	398,134,175	351,885,154	429,406,791	398,134,175	358,376,644
Current tax payable	582,479,079	462,347,533	110,038,123	593,437,907	469,490,178	118,886,991
Amounts due to related company	-	-	282,122,456	-	-	-
Employee retirement benefits	156,642,747	155,216,005	119,458,168	162,048,672	159,768,195	122,888,102
Other liabilities	735,704,016	649,415,476	515,435,714	744,336,611	687,995,028	526,570,106
Total liabilities	26,423,080,367	27,482,309,592	26,758,475,334	26,415,866,552	27,470,054,059	26,440,868,370
Equity						
Stated capital	2,424,777,045	2,424,777,045	2,424,777,045	2,424,777,045	2,424,777,045	2,424,777,045
Statutory reserve fund	591,036,033	591,036,033	531,036,033	591,036,033	591,036,033	535,997,079
Fair value reserve	(50,009,330)	(50,009,330)	4,538,373	(50,009,330)	(50,009,330)	4,538,373
Retained earnings	6,460,339,690	6,112,141,022	5,046,502,347	6,664,198,323	6,284,892,887	5,075,257,456
Total equity	9,426,143,438	9,077,944,770	8,006,853,798	9,630,002,071	9,250,696,635	8,040,569,953
Total liabilities and equity	35,849,223,805	36,560,254,362	34,765,329,132	36,045,868,623	36,720,750,694	34,481,438,323
Net assets per share	109.25	105.22	92.80	111.61	107.22	93.19

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit, unless stated otherwise.

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007 and the Finance Business Act No. 42 of 2011.



P K Rajapaksa
Chief Financial Officer

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.



R Senanayake
Chairman



L Balasuriya
Chief Executive Officer/Managing Director

Colombo, Sri Lanka
5 August 2024

Statement of changes in equity

	Stated capital	Statutory reserve fund	Fair value reserve	Retained earnings	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Company					
Balance as at 1 April 2023	2,424,777,045	531,036,033	4,538,373	5,015,183,577	7,975,535,028
Total comprehensive income for the period					
Profit for the period	-	-	-	31,318,770	31,318,770
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	31,318,770	31,318,770
<i>Transactions with equity holders recognised directly in equity</i>					
Dividends paid	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2023	<u>2,424,777,045</u>	<u>531,036,033</u>	<u>4,538,373</u>	<u>5,046,502,347</u>	<u>8,006,853,798</u>
Balance as at 1 April 2024	2,424,777,045	591,036,033	(50,009,330)	6,112,141,022	9,077,944,770
Total comprehensive income for the period					
Profit for the period	-	-	-	348,198,668	348,198,668
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	348,198,668	348,198,668
<i>Transactions with equity holders recognised directly in equity</i>					
Dividends paid	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2024	<u>2,424,777,045</u>	<u>591,036,033</u>	<u>(50,009,330)</u>	<u>6,460,339,690</u>	<u>9,426,143,438</u>
Group					
Balance as at 1 April 2023	2,424,777,045	535,997,079	4,538,373	5,015,500,445	7,980,812,942
Total comprehensive income for the period					
Profit for the period	-	-	-	59,757,011	59,757,011
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	59,757,011	59,757,011
<i>Transactions with equity holders recognised directly in equity</i>					
Dividends paid	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2023	<u>2,424,777,045</u>	<u>535,997,079</u>	<u>4,538,373</u>	<u>5,075,257,456</u>	<u>8,040,569,953</u>
Balance as at 1 April 2024	2,424,777,045	591,036,033	(50,009,330)	6,284,892,887	9,250,696,635
Total comprehensive income for the period					
Profit for the period	-	-	-	379,305,436	379,305,436
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	379,305,436	379,305,436
<i>Transactions with equity holders recognised directly in equity</i>					
Dividends paid	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2024	<u>2,424,777,045</u>	<u>591,036,033</u>	<u>(50,009,330)</u>	<u>6,664,198,323</u>	<u>9,630,002,071</u>

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

Statement of cash flows

For the period ended 30 June	Company		Group	
	2024 Rs.	2023 Rs.	2024 Rs.	2023 Rs.
Cash flows from operating activities				
Interest and commission receipts	1,849,861,708	1,541,186,222	1,908,346,829	1,592,774,771
Interest payments	(696,239,019)	(979,108,896)	(694,362,682)	(978,341,425)
Recoveries of bad debts	11,414,919	12,290,500	11,414,919	12,290,500
Other operating income	15,937,777	10,062,613	15,853,162	9,980,562
Operating expenses	(420,380,694)	(253,911,133)	(425,991,267)	(258,632,449)
Rent expenses	(1,792,224)	(2,284,935)	(1,792,224)	(2,493,858)
Cash payments to employees	(279,223,838)	(228,339,530)	(292,577,012)	(238,492,051)
Operating cash flow before changes in operating assets and liabilities (Note A)	479,578,629	99,894,841	520,891,725	137,086,050
Changes in operating assets and liabilities				
Net funds (advanced to)/received from customers	(986,529,463)	1,086,237,700	(986,582,523)	1,086,342,000
Net deposits from customers	1,006,436,704	943,356,607	1,005,961,911	964,610,921
Net deposits with licensed financial institutions	841,434,092	769,053,021	841,440,338	769,080,637
Government and other securities	(104,884,290)	(304,354,523)	(104,884,290)	(304,354,523)
Other assets	(159,255,810)	(94,639,896)	(160,040,119)	(92,944,796)
Other liabilities	48,299,209	232,045,247	22,869,881	230,952,488
	645,500,442	2,631,698,156	618,765,198	2,653,686,727
Net cash flow from operating activities before taxation	1,125,079,071	2,731,592,997	1,139,656,923	2,790,772,777
Taxes paid	(23,664,092)	(45,112,782)	(35,142,926)	(51,444,115)
Employee retirement benefits paid	(4,314,500)	(4,525,750)	(4,314,500)	(4,525,750)
Net cash generated from operating activities	1,097,100,479	2,681,954,465	1,100,199,497	2,734,802,912
Cash flows from investing activities				
Net investment in trading securities	1,075,613,924	(699,742,431)	1,070,938,337	(712,742,430)
Dividends received	25,717,072	34,408,811	392,662	408,811
Purchase of property, plant and equipment	(16,315,145)	(1,648,098)	(16,695,245)	(1,648,098)
Purchase of intangible assets	-	(800,144)	-	(800,144)
Proceeds from sale of property, plant and equipment	10,169,492	-	10,169,492	-
Addition of right-of-use assets	(8,630,000)	(7,112,810)	(12,930,000)	(7,112,810)
Net cash generated from/(used in) investing activities	1,086,555,343	(674,894,672)	1,051,875,246	(721,894,671)
Cash flows from financing activities				
Borrowings obtained	-	500,000,000	-	500,000,000
Repayment of borrowings	(2,217,770,446)	(2,248,916,231)	(2,217,770,446)	(2,248,916,231)
Repayment of lease liabilities	(37,863,198)	(33,051,926)	(40,017,045)	(35,319,926)
Net cash used in financing activities	(2,255,633,644)	(1,781,968,157)	(2,257,787,491)	(1,784,236,157)

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

Statement of cash flows (Continued)

For the period ended 30 June	Company		Group	
	2024 Rs.	2023 Rs.	2024 Rs.	2023 Rs.
Net (decrease)/increase in cash and cash equivalents	(71,977,822)	225,091,636	(105,712,748)	228,672,084
Cash and cash equivalents at the beginning of the period	524,360,810	354,311,064	594,665,356	377,098,768
Cash and cash equivalents at the end of the period	452,382,988	579,402,700	488,952,608	605,770,852
Reconciliation of cash and cash equivalents				
Cash and cash equivalents	476,658,376	680,926,199	513,500,277	707,294,351
Bank overdrafts	(24,275,388)	(101,523,499)	(24,547,669)	(101,523,499)
	452,382,988	579,402,700	488,952,608	605,770,852
Note A				
Reconciliation of operating profit				
Profit before income tax	487,007,034	39,442,326	528,891,303	76,768,682
Depreciation and amortisation	80,960,937	84,278,012	83,383,577	86,291,324
Dividends received	(217,072)	(408,811)	(392,662)	(408,811)
Profit on disposal of property, plant and equipment	(10,169,492)	-	(10,169,492)	-
Provision for retirement benefit plan	5,741,242	5,168,835	6,594,977	5,668,281
Impairment charge on financial assets	60,547,625	118,200,585	60,473,759	118,200,585
Net gain from trading	(85,435,152)	(10,505,532)	(86,066,137)	(10,742,137)
Net gain from financial instruments designated at FVTPL	(54,449,342)	(38,848,752)	(58,812,746)	(41,484,211)
Net loss from auction of pawned articles	78,461	(224,532)	78,461	(224,532)
Unrealised loss/(gain) from foreign currency conversion	(1,505,871)	17,984,857	(1,505,871)	17,984,857
Interest expenses on lease liabilities	16,665,689	14,535,995	18,061,986	14,760,154
Share of profits of associate, net of tax	(1,422,930)	(1,935,117)	(1,422,930)	(1,935,117)
Net interest accrued for leases, hire purchases, other loans and receivables	(63,771,669)	(169,856,856)	(63,771,669)	(169,856,856)
Accrued interest on borrowings	(10,544,933)	(14,038,372)	(10,544,933)	(14,038,372)
Accrued interest on debentures	56,094,102	56,102,203	56,094,102	56,102,203
	479,578,629	99,894,841	520,891,725	137,086,050

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

Financial instruments – Classification and fair values

Financial instruments classifications and fair values - Company

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	30-Jun-24						31-Mar-24					
	Carrying amount Rs.				Fair value Rs.		Carrying amount Rs.				Fair value Rs.	
	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level
Financial assets measured at fair value												
Investments in equity securities - quoted	391,989,346	-	-	391,989,346	391,989,346	Level 1	349,773,434	-	-	349,773,434	349,773,434	Level 1
Investments in equity securities - unquoted	-	160,512,106	-	160,512,106	160,512,106	Level 3	-	160,512,106	-	160,512,106	160,512,106	Level 3
Investments in unit trusts - unquoted	3,155,480,461	-	-	3,155,480,461	3,155,480,461	Level 2	4,133,425,803	-	-	4,133,425,803	4,133,425,803	Level 2
	3,547,469,807	160,512,106	-	3,707,981,913	3,707,981,913		4,483,199,237	160,512,106	-	4,643,711,343	4,643,711,343	
Financial assets not measured at fair value												
Cash and cash equivalents	-	-	476,658,376	476,658,376	-		-	-	675,179,658	675,179,658	-	
Deposits with licensed financial institutions	-	-	1,806,827,255	1,806,827,255	-		-	-	2,621,954,788	2,621,954,788	-	
Repurchase agreements	-	-	303,308,118	303,308,118	-		-	-	251,569,750	251,569,750	-	
Finance leases and hire purchases	-	-	23,133,894,052	23,133,894,052	23,393,052,705	Level 3	-	-	22,240,442,963	22,240,442,963	22,518,783,348	Level 3
Other loans and receivables	-	-	2,331,662,301	2,331,662,301	2,332,832,154	Level 3	-	-	2,235,738,399	2,235,738,399	2,236,462,110	Level 3
Investment in government treasury bills	-	-	1,245,700,052	1,245,700,052	1,240,384,324	Level 1	-	-	1,192,062,925	1,192,062,925	1,198,809,212	Level 1
Investments in debentures	-	-	7,061,444	7,061,444	9,883,211	Level 3	-	-	7,552,649	7,552,649	6,959,249	Level 3
Other financial assets	-	-	57,393,337	57,393,337	-		-	-	52,716,522	52,716,522	-	
	-	-	29,362,504,935	29,362,504,935	26,976,152,393		-	-	29,277,217,654	29,277,217,654	25,961,013,919	
Financial liabilities not measured at fair value												
Term deposits from customers	-	-	13,605,811,558	13,605,811,558	13,809,544,214	Level 3	-	-	13,114,503,785	13,114,503,785	13,393,870,710	Level 3
Savings deposits from customers	-	-	1,239,745,030	1,239,745,030	-		-	-	724,616,099	724,616,099	-	
Short term and floating rated borrowings	-	-	4,823,366,970	4,823,366,970	-		-	-	6,061,857,585	6,061,857,585	-	
Fixed rated borrowings	-	-	3,055,567,157	3,055,567,157	3,062,833,054	Level 3	-	-	4,147,434,748	4,147,434,748	4,116,514,127	Level 3
Subordinated debentures	-	-	1,824,878,288	1,824,878,288	1,835,792,487	Level 3	-	-	1,768,784,186	1,768,784,186	1,773,294,462	Level 3
Lease liabilities	-	-	398,885,522	398,885,522	-		-	-	398,134,175	398,134,175	-	
Other financial liabilities	-	-	522,592,000	522,592,000	-		-	-	556,867,234	556,867,234	-	
	-	-	25,470,846,525	25,470,846,525	18,708,169,754		-	-	26,772,197,812	26,772,197,812	19,283,679,299	

Senkadagala Finance PLC

Financial instruments – Classification and fair values

Financial instruments classifications and fair values - Group

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	30-Jun-24						31-Mar-24					
	Carrying amount Rs.				Fair value Rs.		Carrying amount Rs.				Fair value Rs.	
	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level
Financial assets measured at fair value												
Investments in equity securities - quoted	391,989,346	-	-	391,989,346	391,989,346	Level 1	349,773,434	-	-	349,773,434	349,773,434	Level 1
Investments in equity securities - unquoted	-	160,512,106	-	160,512,106	160,512,106	Level 3	-	160,512,106	-	160,512,106	160,512,106	Level 3
Investments in unit trusts - unquoted	3,304,336,159	-	-	3,304,336,159	3,304,336,159	Level 2	4,272,611,523	-	-	4,272,611,523	4,272,611,523	Level 2
	3,696,325,505	160,512,106	-	3,856,837,611	3,856,837,611		4,622,384,957	160,512,106	-	4,782,897,063	4,782,897,063	
Financial assets not measured at fair value												
Cash and cash equivalents	-	-	513,500,277	513,500,277	-		-	-	745,484,204	745,484,204	-	
Deposits with licensed financial institutions	-	-	1,814,898,050	1,814,898,050	-		-	-	2,630,031,829	2,630,031,829	-	
Repurchase agreements	-	-	303,308,118	303,308,118	-		-	-	251,569,750	251,569,750	-	
Finance leases and hire purchases	-	-	23,128,030,278	23,128,030,278	23,387,669,462	Level 3	-	-	22,240,442,963	22,240,442,963	22,518,783,348	Level 3
Other loans and receivables	-	-	2,331,934,001	2,331,934,001	2,332,832,154	Level 3	-	-	2,236,019,399	2,236,019,399	2,236,743,110	Level 3
Investment in government treasury bills	-	-	1,245,700,052	1,245,700,052	1,240,384,324	Level 1	-	-	1,192,062,925	1,192,062,925	1,198,809,212	Level 1
Investments in debentures	-	-	7,061,444	7,061,444	9,883,211	Level 3	-	-	7,552,649	7,552,649	6,959,249	Level 3
Other financial assets	-	-	57,393,337	57,393,337	-		-	-	27,216,522	27,216,522	-	
	-	-	29,401,825,557	29,401,825,557	26,970,769,151		-	-	29,330,380,241	29,330,380,241	25,961,294,919	
Financial liabilities not measured at fair value												
Term deposits from customers	-	-	13,542,806,845	13,542,806,845	13,746,539,500	Level 3	-	-	13,051,973,865	13,051,973,865	13,331,340,790	Level 3
Savings deposits from customers	-	-	1,239,745,030	1,239,745,030	-		-	-	724,616,099	724,616,099	-	
Short term and floating rated borrowings	-	-	4,823,639,251	4,823,639,251	-		-	-	6,061,857,585	6,061,857,585	-	
Fixed rated borrowings	-	-	3,055,567,157	3,055,567,157	3,062,833,054	Level 3	-	-	4,147,434,748	4,147,434,748	4,116,514,127	Level 3
Subordinated debentures	-	-	1,824,878,288	1,824,878,288	1,835,792,487	Level 3	-	-	1,768,784,186	1,768,784,186	1,773,294,462	Level 3
Lease liabilities	-	-	429,406,791	429,406,791	-		-	-	398,134,175	398,134,175	-	
Other financial liabilities	-	-	522,592,000	522,592,000	-		-	-	556,867,234	556,867,234	-	
	-	-	25,438,635,362	25,438,635,362	18,645,165,041		-	-	26,709,667,892	26,709,667,892	19,221,149,379	

Senkadagala Finance PLC

Segment report

	Finance leasing and hire purchase		Gold backed loans		Other loans and receivables		Investments		Insurance Brokering		Unit trust management		Unallocated		Total	
As at 30 June	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Revenue																
<i>External customers</i>																
Interest	1,685,757,333	1,304,611,620	29,132,971	116,778,773	91,876,201	101,226,745	90,643,051	176,104,550	405,342	312,554	320,135	2,555,344	-	-	1,898,135,033	1,701,589,586
Trading	-	-	-	-	-	-	86,066,137	52,226,348	-	-	-	-	-	-	86,066,137	52,226,348
Fee and commissions	16,133,820	12,321,390	-	-	-	-	-	-	35,244,003	30,991,517	22,605,641	17,729,134	-	-	73,983,464	61,042,041
Rent	-	-	-	-	-	-	9,550,968	6,564,533	-	-	-	-	-	-	9,550,968	6,564,533
Dividends	-	-	-	-	-	-	392,662	408,811	-	-	-	-	-	-	392,662	408,811
Other income	10,332,540	11,898,541	-	-	1,082,379	391,959	70,488,109	(17,984,857)	-	-	-	-	6,302,194	3,416,029	88,205,222	(2,278,328)
Total revenue	1,712,223,693	1,328,831,551	29,132,971	116,778,773	92,958,580	101,618,704	257,140,927	217,319,385	35,649,345	31,304,071	22,925,776	20,284,478	6,302,194	3,416,029	2,156,333,486	1,819,552,991
Profit before tax															528,891,303	76,768,682
Taxation															(149,585,867)	(17,011,671)
Profit after tax															379,305,436	59,757,011
Segment Assets																
	23,128,030,278	19,787,365,369	534,290,575	2,107,864,419	1,797,371,726	1,324,006,553	8,860,397,091	9,731,713,444	65,762,826	49,494,777	188,473,343	90,575,519	1,471,542,784	1,390,418,242	36,045,868,623	34,481,438,323
Segment Liabilities																
	21,515,512,386	19,276,718,451	366,079,970	1,723,994,299	1,168,101,742	1,494,401,138	3,231,189,255	3,434,867,872	12,537,085	20,408,661	43,407,247	8,969,855	79,038,867	481,508,094	26,415,866,552	26,440,868,370
Information on Cash flows																
Operating activities	658,506,761	1,572,048,199	3,551,376	160,752,029	31,443,508	104,348,617	471,508,955	850,413,531	(29,026,586)	24,192,049	7,491,860	7,658,884	(43,276,377)	15,389,603	1,100,199,497	2,734,802,912
Investing activities	-	-	-	-	-	-	1,081,500,491	(712,333,619)	-	-	-	-	-	-	1,081,500,491	(712,333,619)
Capital expenditure	(16,119,188)	(5,509,042)	(372,376)	(586,855)	(1,252,687)	(368,619)	(6,175,295)	(2,709,427)	(13,100)	-	(4,667,000)	-	(1,025,599)	(387,109)	(29,625,245)	(9,561,052)
Financing activities	-	-	-	-	-	-	-	-	-	-	-	-	(2,257,787,491)	(1,784,236,157)	(2,257,787,491)	(1,784,236,157)
Net cash flow																
	642,387,573	1,566,539,157	3,179,000	160,165,174	30,190,821	103,979,998	1,546,834,151	135,370,485	(29,039,686)	24,192,049	2,824,860	7,658,884	(2,302,089,467)	(1,769,233,663)	(105,712,748)	228,672,084
Depreciation and amortisation																
	(68,619,814)	(62,003,151)	(1,585,216)	(8,175,062)	(5,332,720)	(6,370,235)	(1,057,187)	(4,228,749)	(15,817)	(46,664)	(2,406,823)	(1,966,648)	(4,366,000)	(3,500,815)	(83,383,577)	(86,291,324)
Impairment charges and other credit losses																
	(85,852,223)	(73,666,608)	272,179	(37,888,981)	2,366,924	(7,616,848)	-	-	-	-	-	-	300,054	88,330	(82,913,066)	(119,084,107)

Selected performance indicators

<i>As at 30 June</i>	2024	2023
Regulatory Capital Adequacy		
Core Capital - Tier 1 (Rs. '000)	8,547,803	7,708,577
Total Capital Base - Tier 1 and 2 (Rs. '000)	8,927,232	8,641,215
Core Capital Adequacy Ratio, (Min. Req. 8.5%)	23.81%	25.50%
Total Capital Adequacy Ratio, (Min. Req. 12.5%)	24.87%	28.58%
Capital Funds to Deposit Liabilities Ratio, (Min. Req. 10%)	60.13%	77.11%

Computed as per Finance Business Act Direction No. 03 of 2018 (Capital Adequacy Requirements)

Quality of Loan Portfolio

Gross Stage 3 Loans Ratio	13.53%	19.81%
Net Stage 3 Loans Ratio	7.12%	11.79%
Net Stage 3 Loans to Core Capital Ratio	23.61%	40.19%
Stage 3 Impairment Coverage Ratio	47.38%	40.49%
Total Impairment Coverage Ratio	10.17%	11.66%

Profitability

Net Interest Margin	15.22%	7.84%
Return on Assets (before Tax)	7.29%	0.80%
Return on Equity (after Tax)	15.98%	1.60%
Cost to Income Ratio	45.53%	73.37%

Liquidity

Required Minimum Amount of Liquid Assets (Rs. '000)	1,846,356	1,544,987
Available Liquid Assets (Rs. '000)	1,997,614	3,159,735
Available Liquid Assets to Required Liquid Assets	108.19%	204.52%
Liquid Assets to External Funds	8.14%	12.45%

Computed as per CBSL guidelines

Leverage

Debt-to-Equity ratio (times)	1.03	1.77
Interest cover (times)	1.64	1.04

Memorandum information

Number of Employees	911	843
Number of Branches	110	100
External Credit Rating by Fitch Ratings Lanka Limited	BBB (lka) Stable outlook	BBB+ (lka) RWN

There are no regulatory restrictions and/or penalties imposed by the Central Bank of Sri Lanka over the operations of the Company.

The above figures are provisional and subject to audit.

Notes to the financial statements

1 General

The financial statements of the Company and the Group are prepared on the basis of the accounting policies and methods of computation applied in the year ended March 31, 2024 and are in accordance with Sri Lanka Accounting Standards (LKASs/SLFRSs). The interim financial statements are prepared in compliance with Sri Lanka Accounting Standard (LKAS) 34 - Interim Financial Reporting.

2 There were no material changes in the composition of assets, liabilities and contingent liabilities during the period.

3 All known expenses have been provided for in these financial statements.

4 The Board of Directors has recommended a final dividend of Rs. 1.80 per share for the financial year ended 31 March 2024. Payment will be made in line with the approval received from the shareholders at the Annual General Meeting held on 5 August 2024.

5 Debenture information

5.1 Debenture issue -August 2019

Utilization of funds raised via capital market Debenture issue as at August 5, 2024

Objective number	Objective as per prospectus	Amount allocated as per prospectus Rs.	Proposed date of utilization as per prospectus	Amount allocated from proceeds in Rs. (A)	% of total proceeds	Amount utilized in Rs. (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested
1	Strengthen the capital structure	1,750 Mn	31-Aug-19	1,750 Mn	100	1,750 Mn	100	Not Applicable
2	Expansion of the lending portfolio	1,750 Mn	Within 12 months from the date of allotment	1,750 Mn	100	1,750 Mn	100	Not Applicable

5.2 Information on listed debenture

Type of Debenture	Date of issue	Date of maturity	Effective annual yield %	Current yield %	Yield to maturity %	Last traded Value Rs.	Highest traded Value Rs.	Lowest traded Value Rs.
5 year - 12.875% payable Semi- Annually	August 2019	August 2024	13.29%	Not traded	Not traded	Not traded	Not traded	Not traded

5.3 Interest rate of comparable government securities

As at	30.06.2024	30.06.2023
5 year Treasury Bonds	12.20%	25.25%

6 Share information

6.1 Directors' shareholdings

The number of shares held by the members of the Board of Directors and their close family members are as follows;

As at	30.06.2024
1. Mr. L. Balasuriya & Mr. S. K. Balasuriya	2,963,360
2. Mr. L. Balasuriya & Ms. A. S. Balasuriya	2,963,358
3. Ms. L. Fernando & Ms. S.A. Fernando	1,735,089
4. Ms. L. Fernando & Mr. A. R. Fernando	1,735,088
5. Ms. L. Fernando & Ms. A. L. Fernando	1,735,088
6. Mr. L. Balasuriya - The Trustee of the Capitalisation Issue	16
7. Mr. S. D. Bandaranayake	Nil
8. Mr. R. Senanayake	Nil
9. Mr. N. Vasantha Kumar	Nil
10. Dr. (Ms.) R. A. Perera	Nil
11. Mr. A. Herath	Nil

6.2 Key Management Shareholdings

As at	30.06.2024	30.06.2023
1. Mr. P.P.K. Ikiriwatte	16,977	16,977
2. Mr. J.K. Jayatileke	16,963	16,963

6.3 Stated Capital

Stated capital is represented by the number of shares in issue as set out below:

As at	30.06.2024	30.06.2023
Ordinary shares	86,279,834	86,279,834

Notes to the financial statements (continued)

6.4 The 20 largest shareholders of the Company as at June 30, 2024 were:

Shareholder	Number of Shares	%
1. E. W. Balasuriya & Co. (Pvt) Limited	44,781,393	51.90
2. Hallsville Trading Group Inc.	7,088,562	8.22
3. Dr. (Mrs.) G. Madan Mohan	5,926,720	6.87
4. Mr. R. Balasuriya	5,926,719	6.87
5. Late Dr. M. Balasuriya	4,172,046	4.84
6. Dr. A. Balasuriya & Mr. D. Balasuriya	2,963,360	3.43
7. Mr. L. Balasuriya & Mr. S. K. Balasuriya	2,963,360	3.43
8. Mr. L. Balasuriya & Ms. A. S. Balasuriya	2,963,358	3.43
9. Dr. A. Balasuriya & Mr. S. Balasuriya	2,963,358	3.43
10. Ms. L. Fernando & Ms. S. A. Fernando	1,735,089	2.01
11. Ms. L. Fernando & Mr. A. R. Fernando	1,735,088	2.01
12. Ms. L. Fernando & Ms. A. L. Fernando	1,735,088	2.01
13. Mr. D. K. C. R. Fernando	721,444	0.84
14. Mrs. C. Fernando	185,237	0.21
15. Estate of the late Mr. D. G. K. Hewamallika	172,888	0.20
16. Mr. S. V. W. B. K. Sirimalwatta	143,474	0.17
17. Mr. M. M. Ariyaratne	37,677	0.04
18. Mr. P. P. K. Ikiriwatte	16,977	0.02
19. Mr. J. K. Jayatileke	16,963	0.02
20. Mrs. S. Thaha	14,408	0.02
	86,263,209	

6.5 The float adjusted market capitalisation and public holding

As at	30.06.2024	30.06.2023	Minimum Requirement
The float adjusted market capitalisation (Rs.)	8,298,032,059	5,553,582,703	1 Bn
Public holding percentage	21.42%	21.42%	7.5%
Number of public shareholders	205	194	200

6.6 Information on ratios and share prices

As at	30.06.2024	30.06.2023
Dividend per share (Rs.)	Nil	Nil
Net Assets per share (Rs.)	109.25	92.80
Market Prices (Rs.)		
- Highest price	460.00	375.00
- Lowest price	376.00	300.00
- Last traded price	449.00	300.50

7 Events after the reporting period

There were no material events that occurred after the reporting period that require adjustment to or disclosure in the Financial Statements.