Softlogic Finance

සොෆ්ට්ලොජික් ෆිනෑන්ස් පීඑල්සී

2011 අංක 42 දරණ මූලස වසාපාර පනත යටතේ 29(2) කොටසට අනුකුලව 2019 මාර්තු 31න් අවසන් වූ වර්ෂය සඳහා විගණනය කළ ගිණුම් පුකාශය

ආදායම් පකාශය 2019 මාර්තු 31න් අවසන් වන වර්ෂය සඳහා റ്റ്ട്രദർ മത്

	2019/03/31 දක්වා	2017/04/01 සට 2018/03/31 දක්වා
පොදු ආදායම	3,674,450	3,523,556
පොලී වියදම	(2,490,557)	(2,561,130)
ශුද්ධ පොලී ආදායම	1,183,892	962,426
ගාස්තු සහ කොමිස් ආදායම	225,680	470,335
ශුද්ධ ගාස්තු සහ කොම්ස් ආදායම්	225,680	470,335
වෙනත් මෙතෙයුම් ආදායම්	118,763	152,502
මුළු මෙහෙයුම් ආදායම්	1,528,335	1,585,264
ණය හා හානිකර වෙනුවෙන් පුනිපාදන	(189,682)	(108,425)
ශුද්ධ මෙහෙයුම් ආදායම්	1,338,653	1,476,839
කාර්ය මණ්ඩල වියදම්	(447,572)	(465,770)
කෂය වීම් සහ කුමකෂය වීම්	(72,223)	(88,800)
අනෙකුත් වියදම්	(754,385)	(629,860)
එකතු කළ අගය මත බද්දට පෙර මෙහෙයුම් ලාභය/(අලාභය)	64,473	292,408
මූලප පේවාවන් හි එකතු කළ අගය මත බදු සහ ජා.ගො.බ.	(1,358)	(99,329)
එකතු කළ අගය මත බද්දට පසු මෙහෙයුම් ලාභය/(අලාභය)	63,115	193,079
ආශිත සහ ඒකාබද්ධ වනපාරවල ලාභය	-	-
බදු ගෙවීමට පෙර ලාභය/(අලාභය)	63,115	193,079
බදු වියදුම්	140,854	25,686
කාලච්ඡේදය සඳහා ලාභය/(අලාභය)	203,969	218,766
ලාභය මත කොටසක් සඳහා ඉපැයුම්		-
ලාභය මත කොටසක මූලික ඉපැයුම්	3.00	3.70

	Ernst & Young
	Chartered Acco
in the second se	201 De Saram
	P.O. Box 101
Building a better	Colombo 10

: +94 11 2463500 Chartered Accountants 201 De Saram Place ey.com

Fax Gen : +94 11 2697369 Tax : +94 11 5578180 eysl@lk.ey.com

APAG/WDPL/TW

Opinion

working world

2018/04/01 80 2017/04/01 80

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF SOFTLOGIC FINANCE PLC

Sri Lanka

Report on the audit of the financial statements

We have audited the financial statements of Softlogic Finance PLC ("the Company"), which comprise the statement of financial position as at 31 March 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2019 and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

Basis for opinion

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by CA Sri Lanka (Code of Ethics) and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

Kev audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements

Key Audit Matter	How our audit addressed the key audit matter
Impairment Allowance for Lease receiva- bles, Factoring receivables and Loan re-	To assess the reasonableness of the allowance for impairment, we carried out audit procedures (among others) to obtain sufficient and appropriate audit evidences, that included the following:
ceivables including Company's transition to SLFRS 9: Our audit considered impairment for Lease	 We evaluated the design, implementation and operating effectiveness of key internal controls over estimation of impairment for Lease receivables, Factoring receivables and Loan receivables, which included assessing the level of oversight, review and approval of impairment policies by the Board Audit Committee and management.
receivables, Factoring receivables and Loan receivables as a key audit matter. The ma-	We test-checked the underlying calculations and data used in such calculations.
teriality of the reported amounts for Lease receivables, Factoring receivables and Loan	In addition to the above, following focused procedures were performed:
receivables (and impairment thereof), the subjectivity associated with management's	For those individually assessed for impairment:
impairment estimation, complex manual cal-	- we assessed the main criteria used by the management for determining whether an impairment event had occurred.
culations of impairment and transition to Sri Lanka Financial Reporting Standard 9: Finan- cial Instruments (SLFRS 9) underpinned our basis for considering it as a Key Audit Matter.	 where impairment indicators existed, we assessed the reasonableness of management's estimated future recoveries in- cluding the expected future cash flows, discount rates and the valuation of collateral held. We also compared the actual recoveries against previously estimated amounts of future recoveries.
As at 31 December 2018 the total of the Fac-	For those collectively assessed for impairment:
toring receivables, Gold Ioan receivables, Loan receivables and Lease receivables	 we tested the completeness of the underlying information used in the impairment calculations by agreeing details to the source documents and information in IT systems.
amounted to LKR 18,183 Million (Note 21, 22,23 and 24), net of total allowance for impairment of LKR 1.101 (Note 21, 22,23 and	- we also considered reasonableness of macro-economic and other factors used by management in their judgmental over- lays, by comparing them with relevant publicly available data and information sources.
 These collectively contributed 81% to the total assets. The impact on transition to 	• We assessed the adequacy of the related financial statement disclosures as set out in Note 4.1.9, 21, 22, 23 and 24.
SLFRS 9 on the Company's Financial State- ments has been quantified and presented in the Note 6 to the Financial Statements.	 We also assessed the adequacy of the Company's disclosure on the impact of the initial adoption of SLFRS 9 as set out in note 6. This included testing of the quantitative impact of the transition
IT System and Controls	» As part of the audit, we review the supporting IT General Controls that provide assurance over the continued integrity of these controls for the full financial reporting.
The Company is heavily reliant upon auto- mated controls and IT dependent manual controls.	» We identified recurring control matters, particularly in relation to the management of IT privileged access to IT systems, among other factors and therefore have relied on additional substantive procedures.
The IT platform is key to its revenue genera- tion and is also relied upon for many aspects	» Where controls continued to be ineffective for the full financial period, and these control matters affected applications and supporting IT systems within the scope of the audit, we performed additional substantive audit procedures.
of the financial reporting process.	» On the basis of our additional audit testing, we were able to place reliance on the data and reports from in-scope applications.

Other information included in the Company's 2018 Annual Report

Other information consists of the information included in the Company's 2018 Annual Report, other than the financial statements and our auditor's report thereon. Management is responsible for the other information. The Company's Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of management and those charged with governance

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

විස්තීරණ ආදායම් පුකාශය 2019 මාර්තු 31න් අවසන් වන වර්ෂය සඳහා		
රුපියල් දනස්	2018/04/01 සිට 2019/03/31 දක්වා	2017/04/01 සිට 2018/03/31 දක්වා
කාලපරිච්ඡේදයට අදාළ ලාභය/(අලාභය) බදු ගෙවූ පසු වෙනත් විස්තීර්ණ ආදායම්	203,969	218,766
පුතනගණන අතිරික්තයන්ති වෙනස්වීම් විශුාම පාරිතෝෂික වගකීම් මත ආයු ගණිත ලාභ/(අලාභය) විකිණීම සඳහා ඇති මූලප වත්කම් තැවත අගය කිරීමෙන් ලැබූ ලාභ/(අලාභය)	12,240 304 (43,293)	14,984 (5,987) (1,042)
බදුගෙවූ පසු කාලපරිච්ඡේදයට අදාළ අනෙකුත් විස්තීර්ණ ශුද්ධ ආදායම්	(30,749)	7,955
කාලපරිච්ඡේදයට අදාළ සමස්ත විස්තීර්ණ ආදායම්	173,220	226,720

මූලන තතවය පළබඳ පුකාශය 2019 මාර්තු 31වන දිනට		
රුපියල් දහස්	2019/03/31 දිනට	2018/03/31 දිනට
වත්කම්		
මුදල් හා මුදල් සමාන දෑ	709,895	643,032
බැංකුවල ඇති තැන්පතු	223,544	537,267
ණය හා අත්තිකාරම් - කල්බදු	1,876,867	1,440,366
ණය හා අත්තිකාරම් - කුලී සින්නක්කර	93,699	126,170
අපෙනකුත් ණය හා අත්තිකාරම්	16,212,784	15,811,256
විකිණීම සඳහා පවතින මූලප ආයෝජන	224,855	268,148
කල්පිරීම සඳහා රඳවාගෙන ඇති මූලප ආයෝජන	1,523,033	1,607,399
දේපළ පිරියන හා උපකරණ	512,018	522,564
කීර්ති නාමය සහ අස්පෘශය වත්කම්	59,186	78,045
විලම්භීත බදු වත්කම්	136,073	97
අපනකුත් වත්කම්	983,099	645,871
මුළු වත්කම්	22,555,054	21,680,217
වගකීම්		
බ්හා පලි සිටින ස	2,194,856	1,342,695
ගනුදෙනුකරුවන්ට ගෙවිය යුතු	17,115,400	16,391,947
අපෙනකුත් ණය ගැනීම්	1,147,850	1,574,211
අනෙකුත් පුතිපාදන	32,475	28,833
අපෙකුත් වගකීම්	157,323	62,081
මුළු වගකීම්	20,647,904	19,399,767
තිමිකම්		
පුකාශ කළ පුාග්ධනය	2,002,270	2,002,270
ව්ෂවස්ථාපිත සංචිත අරමුදල	260.449	219,655
රඳවාගත් ඉපැයීම්	(365,288)	17,752
අනෙකුත් සංචිත	9,720	40,773
මුළු නිම්කම්	1,907,150	2,280,450
මුළු වගකීම් සහ හිමිකම්	22,555,054	21,680,217
අසම්භාවන වගකීම් හා බැඳීම්	177,452	15,137
කොටසක ශුද්ධ වත්කම්	28.08	33.57

	2019/03/31 දිනට	2018/03/31 දිනට
වෘවස්ථාපිත පාග්ධන පුමාණාත්මතාවය		
මූලික පාග්ධනය (ස්ථර 1 පාග්ධනය) (රු. දහස්)	544,494	2,063,324
මුළු පාග්ධන පදනම (රු. දහස්)	446,907	1,962,448
මූලික පාග්ධන අනුපාතය අවදානම මත බර තැබූ වත්කම්වල පුතිශතයක් ලෙස (අවම 6%)	2.2%	12.7%
මුළු පාශ්ධන අනුපාතය අවදානම මත බර තැබූ වත්කම්වල පුතිශතයක් ලෙස (අවම 10%)	1.8%	11.4%
පාග්ධන අරමුදල් තැන්පතු වගකීම්වල පුතිශනයක් ලෙස (අවම 10%)	11.0%	13.7%
වත්කම්වල ගුණාත්මකතාවය (ණය කලඹේ ගුණාත්මකතාවය)		
දළ අතුීය ණය පහසුකම් පුමාණය (රු. දහස්)	2,867,960	2,538,600
දළ අකුීය ණය පහසුකම් අනුපානය %	14.9%	13.9%
ශුද්ධ අකීය ණය පහසුකම් අනුපාතය %	12.9%	12.0%
මාභදායිත්වය (X)		
පොලී ආන්තිකය	5.4%	4.4%
වත්කම් මත පුනිලාභ (බදු පසු)	0.9%	1.0%
තිමිකම් මත පුතිලාභ (බදු පසු)	9.7%	10.6%
දුවශීලතාව (රු. දහස්)		
අවශය අවම දුවශීල වතකම්	1,874,390	1,755,71
පවතින දුවශීල වත්කම්	2,456,472	2,787,699
අවශය අවම රාජය සුරැකුම්පත්	1,463,922	1,472,15
පවතින රාජන සුරැකුම්පත්	1,523,033	1,607,399
නාමමාතික තොරතුරු		
සේවක සංඛනව	528	55
ශාබා සංඛනව	35	3
උකස් සේවා මධ්නස්ථාන සංඛනාව	1	

වස්තරය	2019.03.31 දිනෙන් අවසන් වූ වර්ෂය සඳහා	2018.03.31 දිනෙන් අවසන් වූ වර්ෂය සඳහා
මූශූෂ පුකාශනවල වාර්තා කර ඇති SLFRS 9 පදනම් වූ තානිකරණ පතිපාදන (රු. දහස්) පොළිය අත්නිටුවීමෙන් තොරව මත බැංකුවට වාර්තා කරන ලද නියාමන විධිවිධාන (රු. දහස්) මත බැංකුවට වාර්තා කළ පොළිය අත්තිටුවීම (රු. දහස්) මුළු නියාමන විධිවිධාන (රු. දහස්) මානිකරණ පුතිපාදන පැරතරය (රු. දහස්) මත බැංකු පුතිපාදන කුමයට අනුව වාර්තා කර ඇති ලාභය/(අලාභය) (රු. දහස්)	1,101,041 1,623,848 431,516 2,055,363 954,322 (240,525)	879,029 1,372,368 386,912 1,759,281 880,252 (290,580)
පාත්ධන පුමාණවත් අනුපාත (මත වියංකු උපපෙස් අනුව) ස්ථර 1 අනුපාතය - (අවම අවශනාවය - 2018 සඳහා 5x සහ 2019 සඳහා 6x) මුළු පාත්ධන අනුපාතය - (අවම අවශනාවය - 2018 සහ 2019 සඳහා 10x)	2.2% 1.8%	12.7% 11.4%

සහතික කිරීම

සොෆ්ට්ලොපීක් ෆිනෑන්ස් පීඑල්සී, පුධාන විධායක නිලධාරී/අධෘතෂක සහ පුධාන මූලූන නිලධාරී වශයෙන් පහත අත්සන් කරන අපි,

ඉහත තොරතුරු ශී ලංකා මහ වැංකුවේ අනුමත ආකෘති හා විධි විධානයන්ට අනුකූලව සකසා ඇති බවත්, a)

ඉතුරුම්

b) සොෆ්ට්ලෝපීක් ගිනෑන්ස් පීඑල්සී හි විගණනය කරන ලද මූලය පුකාශනවලින් උපුටාගත් සතය තොරතුරු බවත් සහතික කරමු.

(අත්සන් කළේ) වි.එස්. ජේමවර්ධන

පුධාන මූලප නිලධාරි 2019/06/26

ස්ථාවර තැන්පතු

(අත්සන් කයේ) එන්.එච්.ඊ. විජේකොන් පුධාන විධායක නිලධාරි/අධතකමක 2019/06/26

සුළු හා මධ්ය පරිමාණ ණය

අධනකෘක මණ්ඩලය : අශෝක් පතිරගේ - සභාපති, ඒ. රසල් ඩේව්සන් - උප සභාපති, නලීන් විජේකෝන් - පුධාන විධායක නිලධාරි, කුස් කොරයා, දුෂාන් සෝසා, හරේෂ් කයිමාල්, නිලන්ත බැස්ටියන් Date of incorporation: 24/08/1999 Licensed by the Monetary Board of the Central Bank of Sri Lanka under the Finance Business Act No: 42 of 2011

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if. individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SLAuSs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

වනපාරික ණය

As required by section 163 (2) of the Companies Act No. 07 of 2007, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company

CA Sri Lanka membership number of the engagement partner responsible for signing this independent auditor's report is 1697.

කල් බදු

26 June 2019 Colombo

W R H Fernando FCA FCMA M P D Cooray FCA FCMA R N de Saram ACA FCMA Ms. N A De Silva FCA Ms. Y A De Silva FCA W K B S P Fernando FCA FCMA Ms. K R M Fernando FCA ACMA Ms. L K H L Fonseka FCA A P A Gunasekera FCA FCMA A Herath FCA D K Hulangamuwa FCA FCMA LLB (Lond) H M A Ja Ms. A A Ludowyke FCA FCMA Ms. G G S Manatunga FCA Ms. P V K N Sajeewani FCA N M Sulaiman ACA ACMA B E Wijesuriya FCA FCMA wa FCA FCMA LLB (Lond) H M A Jayesinghe FCA FCMA T P M Ruberu FCMA FCCA Principal

උකස්

පුද්ගලික සහ අධනාපනික ණය

A member firm of Ernst & Young Global Limiter



නො.13, ද ෆොන්සේකා පෙදෙස, කොළඹ 04. දුරකථන : 0112 359 700, 0112 359 600 ගැක්ස් : 0112 359 799 ඊ-මේල් : info@softlogicfinance.lk වෙබ් : www.softlogicfinance.lk

ෆැක්ටරින්