

KEY FINANCIAL DATA		
For the period ended 30 th September 2024 (Unaudited)		
In Rupees Million	From 01/04/2024 To 30/09/2024	From 01/04/2023 To 30/09/2023
Interest income	675	1,551
Interest expenses	(491)	(1,826)
Net interest income	185	(275)
Gains/(losses) from trading activities	-	-
Other Income	57	84
Profit / (loss) from derecognition of financial assets	208	-
Operating Expenses (excluding impairment)	(423)	(643)
Impairment	57	(84)
Profit/(Loss) Before Tax	84	(918)
Taxes *	(46)	-
Profit/(Loss) After Tax	38	(918)

* Including indirect taxes (Such as VAT on Financial Services, SSCL) and direct taxes (Corporate Income tax)

KEY FINANCIAL DATA		
As at 30 th September 2024 (Unaudited)		
In Rupees Million	As at 30.09.2024	As at 30.09.2023
Assets		
Cash and Bank Balance	232	398
Government Securities	876	867
Due from Related Parties	1	4
Loans (excluding due from related parties)	4,974	11,442
Investments in Equity	0	0
Property, Plant and Equipment	104	491
Other Assets	2,065	2,179
Total Assets	8,252	15,382
Liabilities		
Due to Banks	78	136
Due to Related Parties	2	1
Deposits from Customers	4,613	8,494
Other Borrowings	97	4,897
Other Liabilities	636	536
Total Liabilities	5,425	14,064
Equity		
Stated Capital	9,930	7,598
Statutory Reserve Fund	262	260
Retained Earnings	(8,177)	(8,463)
Other Reserves	812	1,922
Total Equity	2,827	1,318
Net Assets Value Per Share	2.94	2.16

Note: Amounts stated are in net of impairment and depreciation.

SELECTED KEY PERFORMANCE INDICATORS				
As at 30 th September 2024 (Unaudited)				
Item	As at 30.09.2024		As at 30.09.2023	
	Actual	Required	Actual	Required
Regulatory Capital Adequacy (%)				
Tier 1 Capital Adequacy Ratio	22.2%	8.5%	-13.7%	8.5%
Total Capital Adequacy Ratio	22.2%	12.5%	-13.7%	12.5%
Capital Funds to Deposit Liabilities Ratio	30.8%	10.0%	-8.6%	10.0%
Quality of Loan Portfolio (%)				
Gross Non-Performing Loans Ratio	60.2%		54.2%	
Net Non-Performing Loans Ratio	20.3%		20.1%	
Net Non-Performing Loans to Core Capital Ratio	41.9%		-310.0%	
Provision Coverage Ratio	65.2%		61.8%	
Profitability (%)				
Net Interest Margin	5.3%		-3.6%	
Return on Assets	1.8%		-9.9%	
Return on Equity	6.1%		-105.4%	
Cost to Income Ratio	104.2%		-335.9%	
Liquidity (%)				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	205.0%		90.2%	
Liquid Assets to External Funds	20.1%		8.0%	
Memorandum information				
Number of Branches	15		30	
External Credit Rating	*		*	
Regulatory penalties imposed last 6 months				
Amount (Rs. Mn)	-		-	
Regulatory Deposit Restrictions				
Cap on Total Deposits (Rs. Mn)	4,700		7,500	
Downsizing of Deposits (Rs. Mn)	-		2,500**	
Freezing of Deposits	-		-	
Regulatory Borrowing Restrictions				
Cap on Total Borrowings (Rs. Mn)	***		5,600	
Downsizing of Borrowings - per month/ quarter/ year (Rs. Mn)	-		-	
Freezing of Borrowings	-		-	
Regulatory Lending Restrictions				
Cap on Total Lending Portfolio (Rs. Mn)	5,000		11,500	
Downsizing of Lending Portfolio (Rs. Mn)	-		2,500**	
Freezing of Lending Portfolio	-		-	
Any Other Regulatory Restrictions				
Amount (Rs. Mn)	-		-	

* Lanka Rating is evaluating the Company's credit rating at present

** CBSL has downsized the caps on Total Deposits and Total Lending portfolio to Rs.5,000Mn and Rs.9,000Mn respectively by 31 December 2023

*** CBSL instructed to discontinue borrowings through Commercial papers (with Accrued Interest) as at 05 July 2024

The Company engaged its independent auditor to provide a special purpose audit opinion on the Statement of Profit or Loss and the Statement of Changes in Equity for the six months period ended September 30, 2024.

This special purpose audit report was prepared specifically for submission to the Central Bank of Sri Lanka. Its purpose is to include the profits after tax and the reversal of the Regulatory Loss Allowance Reserve (RLAR) of the Company for the six-month period ending September 30, 2024, as part of Tier 1 capital and in calculating the Capital Adequacy Ratios. The Company has submitted this report to the Central Bank for regulatory capital adequacy purposes.

Certification:

We, the undersigned, being the Chief Executive Officer, Head of Finance and the Compliance Officer of Softlogic Finance PLC certify jointly that:

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;
- the information contained in these statements have been extracted from the unaudited financial statements of the Softlogic Finance PLC.

(Sgd.) Ivon Brohier

Chief Executive Officer

Date: 01/11/2024

(Sgd.) Deshantha de Alwis

Head of Finance

Date: 01/11/2024

(Sgd.) Dinesha Perera

Compliance Officer

Date: 01/11/2024

Board of Directors: A.K.Pathirage - (Chairman)

H.S. Samantha Dabare, H.K. Kaimal, R.J. Perera, C. Kalupahana, Viresh Binomal Nanayakkara, N.C.A. Abeyesekera
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