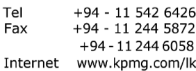


AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022



Our Responses

Our audit procedures included the following:

- Understanding and assessing the design and implementation and operating effectiveness of management key internal controls over the appraisal, recording and monitoring of loans and advances and finance lease receivables, and the measurement of provisions for impairment.
- Assessing the reliability of the expected credit loss model used by management in determining loan allowances, including assessing the appropriateness of the key parameters and assumptions in the expected credit loss model, including the identification of loss stages, probability of default, loss given default exposure at default, discount rate, adjustments for forward looking information and other management adjustments and assessing the reasonableness of key management judgement.
- As part of this work, we assessed the reasonableness of the company's considerations of the current economic uncertainty of the Country.
- Evaluating the model methodology and key assumptions by testing the completeness and accuracy of key inputs into models and assessed the appropriateness of other assumptions. We substantially tested the completeness and accuracy of key inputs into models and assessed the appropriateness of assumptions, particularly in light of extreme volatility in economic scenarios caused by the current economic uncertainty and government responses.
- Recalculating the amount of credit loss allowance for all loans and advances and finance lease receivables to verify the calculation accuracy of the credit loss allowance.

When we read the annual report, if we conclude that there is a material misstatement there in, we are required to communicate the matter to those charged with governance. We have nothing to report in this regard.

	Stated Capital Rs.'000	Reserve Fund Rs.'000	Retained Earnings Rs.'000	Total Rs.'000
Balance as at 31st March 2020	1,996,444	182,548	1,730,190	3,909,182
Balance as at 1st April 2020	1,996,444	182,548	1,730,190	3,909,182
Total Comprehensive Income				
Profit for the period	-	-	410,127	410,127
Other Comprehensive Income				
Actuarial Loss on Retirement Benefit Obligation	-	-	(1,105)	(1,105)
Tax on Other Comprehensive Income	-	-	265	265
Total Other Comprehensive Income for the Year	-	-	840	(840)
Total Comprehensive Income for the Year	-	-	409,287	409,287
Transactions with Owners, Recorded Directly in Equity				
Transferred to/(from) during the Year	-	20,507	(20,507)	-
Total Transactions with Equity Owners	-	20,507	(20,507)	-
Balance as at 31st March 2021	1,996,444	203,055	2,118,970	4,318,469
Total Comprehensive Income				
Profit for the period	-	-	621,140	621,140
Other Comprehensive Income				
Actuarial Loss on Retirement Benefit Obligation	-	-	(4,346)	(4,346)
Tax on Other Comprehensive Income	-	-	1,043	1,043
Total Other Comprehensive Income for the Year	-	-	(3,303)	(3,303)
Total Comprehensive Income for the Year	-	-	617,837	617,837
Transactions with Owners, Recorded Directly in Equity				
Transferred to/(from) during the period	-	31,057	(31,057)	-
Dividends	-	-	(161,659)	(161,659)
Total Transactions with Equity Owners	-	31,057	192,716	(161,659)
Balance as at 31st March 2022	1,996,444	234,112	2,544,091	4,774,647

Year Ended 31 st March 2022 Rs.'000	Year Ended 31 st March 2021 Rs.'000	Change %
621,140	410,127	51%
(4,346)	(1,105)	293%
1,043	265	294%
(3,303)	(840)	-
617,837	409,287	51%

31 st March 2022	As At Rs.'000	31 st March 2021	As At Rs.'000
	837,562		1,020,922
	177,450		60,935
	12,954,049		13,719,773
	13,395,955		7,370,771
	41		41
	1,412,979		813,262
	-		418,492
	246,507		260,803
	78,675		5,207
	69,459		44,414
	444,453		372,602
	645,887		583,989
	30,263,017		24,671,211
	12,295,391		10,643,164
	10,777,766		7,470,668
	721,891		615,278
	659,116		586,525
	72,461		455,906
	599,909		301,734
	260,378		196,222
	101,458		83,245
	25,488,370		20,352,742
	1,996,444		1,996,444
	234,112		203,055
	2,544,091		2,118,970
	4,774,647		4,318,469
	30,263,017		24,671,211

Indicator	As At 31 st March 2022 (Audited)		As At 31 st March 2021 (Audited)	
Regulatory Capital Adequacy	Actual	Required	Actual	Required
Core Capital to Risk Weighted Assets Ratio	15.89%	7.50%	14.34%	6.50%
Total Capital to Risk Weighted Assets Ratio	21.74%	11.00%	14.34%	10.50%
Capital Funds to Deposit Liabilities Ratio	38.83%	10.00%	40.57%	10.00%
Core Capital (Tier 1 Capital), Rs.'000'	4,705,189		4,274,056	
Total Capital Base, Rs.'000'	6,438,522		4,274,056	
Assets Quality (Quality of Loan Portfolio)				
Gross Non-Performing Accommodations, Rs.'000'	1,429,286		1,530,227	
Gross Non-Performing Accommodations Ratio, %	5.19%		6.92%	
Net-Non Performing Accommodations Ratio, %	-0.32%		1.67%	
Net-Non Performing Loans to Core Capital Ratio,%	-1.78%		8.16%	
Provision Coverage Ratio (CBSL),%	66.49%		60.74%	
Profitability (%)				
Net Interest Margin	62.00%		57.00%	
Return on Assets (Before Tax)	3.49%		2.55%	
Return on Equity (After Tax)	13.66%		9.97%	
Cost to Income Ratio	53.00%		54.00%	
Regulatory Liquidity (Rs.'000)				
Required Minimum Amount of Liquid Assets	1,597,795		721,609	
Available Amount of Liquid Assets	2,394,483		1,421,007	
Required Minimum Amount of Government Securities	1,621,938		366,422	
Available Amount of Government Securities	1,411,470		801,528	
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	150%		197%	
Liquid Assets to External Funds	15.38%		12.09%	
Memorandum information				
Number of Employees	816		701	
Number of Branches	44		40	
Number of Service Centers	-		11	
Number of Pawning Centers	-		-	
External Credit Rating	A (Ika)		A+ (Ika)	

A subsidiary of Singer (Sri Lanka) PLC, Licensed by the Monetary Board of the Central Bank of Sri Lanka under the Finance Business Act No. 42 of 2011. Date of Incorporation 19th April 2004. Rated A (Ika) by Fitch Ratings. Co Reg No. PB 813 PC
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