

SINGER FINANCE (LANKA) PLC

STATEMENT OF PROFIT OR LOSS

	Six Months Ended 30 September 2023 Rs.'000	As a % of Interest Income	Six Months Ended 30 September 2022 Rs.'000	As a % of Interest Income	Change %
Interest Income	3,829,800	100%	3,275,067	100%	17%
Less: Interest Expense	2,469,211	64%	2,102,930	64%	(17%)
Net Interest Income	1,360,589	36%	1,172,137	36%	16%
Fee and Commission Income	154,095	4%	171,875	5%	(10%)
Trading Income	629	0%	249	0%	153%
Other Operating Income	28,950	1%	36,022	1%	(20%)
Total Operating Income	1,544,263	40%	1,380,283	42%	12%
Less: Impairment charges and Other					
Credit Losses on Financial Assets	(37,578)	-1%	30,813	1%	222%
Net Operating Income	1,581,841	41%	1,349,470	41%	17%
Less : Expenses					
Personnel Cost	483,900	13%	427,364	13%	(13%)
Depreciation and Amortization	133,943	3%	116,019	4%	(15%)
Other Administration and Selling Expenses	481,191	13%	403,330	12%	(19%)
Operating Profit Before VAT on Financial Services	482,807	13%	402,757	12%	20%
Less : VAT on Financial Services	132,817	3%	122,112	4%	(9%)
Social Security Contribution Levy	19,015	0%	-	0%	100%
Profit Before Income Tax	330,975	9%	280,645	9%	18%
Less : Income Tax Expense	121,706	3%	103,105	3%	(18%)
Profit For The Period	209,269	5%	177,540	5%	18%
Earnings per Share	1.04		0.88		

STATEMENT OF OTHER COMPREHENSIVE INCOME

	Six Months Ended 30 September 2023 Rs.'000	As a % of Interest Income	Six Months Ended 30 September 2022 Rs.'000	As a % of Interest Income	Change %
Profit for the period	209,269	5%	177,540	5%	18%
Actuarial (Loss)/Gain on Retirement Benefit Obligation	-	-	-	-	-
Deferred Tax on Actuarial Losses on Defined Benefit Obligation	-	-	-	-	-
Total Other Comprehensive Expenses for the Period	-	0%	-	0%	0%
Total Comprehensive Income for the Period	209,269	5%	177,540	5%	18%

STATEMENT OF FINANCIAL POSITION

	As At 30 September 2023 Rs.'000	As a % of Total Assets	As At 30 September 2022 Rs.'000	As a % of Interest Assets
ASSETS				
Cash and Cash Equivalents	1,555,630	4.64%	468,333	1.46%
Placements with Banks	375,904	1.12%	2,020,621	6.31%
Financial assets at amortised cost-Hire Purchase Receivables	-	0.00%	-	0.00%
Financial assets at amortised cost-Finance Lease Receivables	8,705,524	25.97%	10,932,009	34.13%
Financial assets at amortised cost-Loans and Advances	14,015,463	41.82%	15,055,912	47.00%
Financial assets measured at fair value through other comprehensive income/ Financial Instruments - Available-for-Sale	2,120	0.01%	41	0.00%
Financial assets at amortised cost-Debt and other financial instruments /Financial Instruments - Held-to-Maturity	7,057,268	21.06%	1,794,355	5.60%
Due from Related Companies	2,054	0.01%	47,518	0.15%
Other Debtors and Prepayments	277,939	0.83%	240,823	0.75%
Deferred Tax Assets	128,837	0.38%	127,661	0.40%
Intangible Assets	86,494	0.26%	80,286	0.25%
Property, Plant and Equipment	650,600	1.94%	570,521	1.78%
Right-of-use Assets/ Lease Assets	658,004	1.96%	694,246	2.17%
Total Assets	33,515,837	100.00%	32,032,326	100.00%
LIABILITIES & EQUITY				
LIABILITIES				
Other Financial Liabilities Due to Customers	21,535,584	64.25%	16,131,528	50.36%
Financial liabilities at amortised cost-Interest Bearing Loans and Borrowings	4,720,443	14.08%	8,863,560	27.67%
Lease Liabilities	752,721	2.25%	765,461	2.39%
Trade and Other Payables	438,984	1.30%	416,218	1.30%
VAT Payable	3,175	0.01%	2,870	0.01%
Due to Related Companies	43,332	0.13%	7,223	0.02%
Bank Overdraft	605,206	1.81%	906,190	2.83%
Current Tax Liabilities	95,765	0.29%	88,273	0.28%
Retirement Benefit Obligations	136,111	0.41%	113,491	0.35%
Total Liabilities	28,331,321	84.53%	27,294,814	85.21%
EQUITY				
Stated Capital	1,996,444	5.96%	1,996,444	6.23%
Reserve Fund	254,564	0.76%	234,112	0.73%
Fair Value Reserve of Financial Assets at FVOCI	2,079	0.01%	-	0.00%
Regulatory Loss Allowance Reserve	86,198	0.26%	-	0.00%
Retained Earnings	2,845,231	8.48%	2,506,956	7.83%
Total Equity	5,184,516	15.47%	4,737,512	14.79%
Total Liabilities & Equity	33,515,837	100.00%	32,032,326	100.00%

STATEMENT OF CHANGES IN EQUITY

For the Six months ended 30th September 2023	Stated Capital Rs.'000	Reserve Fund Rs.'000	Fair Value Reserve of Financial Assets at FVOCI Rs.'000	Regulatory Loss Allowance Reserve Rs.'000	Retained Earnings Rs.'000	Total Rs.'000
Balance as at 01st April 2022	1,996,444	234,112	-	-	2,491,075	4,721,631
Total Comprehensive Income for the Period						
Profit for the Period	-	-	-	-	177,540	177,540
Other Comprehensive Income						
Total Comprehensive Income for the Period	-	-	-	-	177,540	177,540
Transactions with Owners, Recorded Directly in Equity						
Dividends	-	-	-	-	(161,659)	(161,659)
Total Transactions with Equity Owners	-	-	-	-	(161,659)	(161,659)
Balance as at 30th September 2022	1,996,444	234,112	-	-	2,506,956	4,737,512
Total Comprehensive Income						
Profit for the Period	-	-	-	-	231,504	231,504
Other Comprehensive Income						
Employee Benefit Plan Actuarial Loss	-	-	-	-	5,932	5,932
Tax on Other Comprehensive Income	-	-	-	-	(1,780)	(1,780)
Gain from revaluation of Financial assets measured at FVOCI			2,079	-	-	2,079
Total Other Comprehensive Income for the Period	-	-	2,079	-	4,152	6,231
Total Comprehensive Income for the Period	-	-	2,079	-	235,656	237,735
Transactions with Owners, Recorded Directly in Equity						
Transferred to/(from) during the Period	-	20,452	-	-	(20,452)	-
Total Transactions with Equity Owners	-	20,452	-	-	(20,452)	-
Balance as at 31st March 2023	1,996,444	254,564	2,079	-	2,722,160	4,975,247
Total Comprehensive Income for the year						
Profit for the Period	-	-	-	-	209,269	209,269
Other Comprehensive Income						
Total Comprehensive Income for the Period	-	-	-	-	209,269	209,269
Transferred to/(from) During the Period	-	-	-	86,198	(86,198)	-
Total Transactions with Equity Owners	-	-	-	86,198	(86,198)	-
Balance as at 30th September 2023	1,996,444	254,564	2,079	86,198	2,845,231	5,184,516

SELECTED PERFORMANCE INDICATORS

Indicator	As At 30 September 2023		As At 30 September 2022	
	Actual	Required	Actual	Required
Regulatory Capital Adequacy				
Tier 1 Capital Adequacy Ratio	18.37%	8.50%	17.03%	8.50%
Total Capital Adequacy Ratio	22.74%	12.50%	22.59%	12.50%
Capital Funds to Total Deposit Liabilities Ratio	24.07%	10.00%	29.37%	10.00%
Quality of Loan Portfolio				
Gross Stage 3 Loans Ratio	17.78%		10.49%	
Net Stage 3 Loan Ratio	13.38%		7.01%	
Net Stage 3 Loans to Core Capital Ratio	67.60%		41.00%	
Stage 3 Impairment Coverage Ratio	24.73%		33.21%	
Total Impairment Coverage Ratio	5.49%		5.59%	
Profitability (%)				
Net Interest Margin	9.91%		8.63%	
Return on Assets (before Tax)	2.02%		1.80%	
Return on Equity (after Tax)	8.24%		7.51%	
Cost to Income Ratio	71.00%		69.00%	
Liquidity (%)				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	391%		138%	
Liquid Assets to External Funds	33%		10%	
Memorandum information				
Number of Employees	837		764	
Number of Branches	50		47	
External Credit Rating	BBB+(lka)		A-(lka)	

We, the undersigned, being the Chief Executive Officer, the Financial Controller and the Compliance Officer of Singer Finance (Lanka) 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 (CBSL);
- the information contained in these statements have been extracted from the Unaudited financial statements of the Singer Finance (Lanka) PLC unless indicated as audited.

(Sgd.) T.A.Amarasuriya
Director/Chief Executive Officer (31/10/2023)

(Sgd.) B.S.E.T. Fernando
Chief Financial Officer (31/10/2023)

(Sgd.) M.N.S De Silva
Compliance Officer (31/10/2023)

SINGER FINANCE

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 BBB+ (lka) by Fitch Ratings. Co Reg No. PB 813 PQ.

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