

SOFTLOGIC FINANCE PLC



INTERIM FINANCIAL STATEMENTS

**For the 09 Months ended
31st December 2020**

**(Company Registration No: PB641PQ)
No 13, De Fonseka Place, Colombo 04**

STATEMENT OF COMPREHENSIVE INCOME

09 MONTH PERIOD ENDED 31ST DECEMBER 2020

Rs.

	3 Months ended 31st December		9 Months ended 31st December	
	2020 Unaudited	2019 Unaudited	2020 Unaudited	2019 Unaudited
Income	625,194,352	932,506,315	1,882,396,125	3,022,495,973
Interest income	593,865,220	884,519,480	1,792,512,793	2,856,242,728
Interest expenses	(442,568,548)	(607,661,687)	(1,508,812,594)	(1,924,598,710)
Net interest income	151,296,672	276,857,793	283,700,200	931,644,018
Fee and commission income	21,884,852	47,940,835	68,256,340	120,963,215
Other operating income	9,444,280	46,000	21,626,991	45,290,029
Total operating income	182,625,804	324,844,628	373,583,531	1,097,897,263
Impairment (charge)/ reversal for loans and other losses	(76,156,049)	(28,562,912)	(414,545,457)	(60,839,375)
Net Operating Income	106,469,756	296,281,716	(40,961,926)	1,037,057,888
Operating expenses				
Personnel costs	(101,475,734)	(119,405,656)	(302,053,610)	(332,340,423)
Depreciation of property, plant and equipment	(12,203,129)	(13,201,285)	(37,285,602)	(41,760,069)
Amortization of intangible assets	(4,694,889)	(2,663,018)	(19,385,892)	(8,784,251)
Other operating expenses	(179,201,353)	(244,633,855)	(555,394,178)	(633,744,516)
Operating profit / (Loss) before Value Added Tax and NBT on financial services	(191,105,348)	(83,622,099)	(955,081,208)	20,428,628
VAT, DRL & NBT on financial services	-	(6,377,833)	-	(60,163,262)
Profit / (Loss) before income tax	(191,105,348)	(89,999,932)	(955,081,208)	(39,734,634)
Income tax Reversal/ (expense)	(5,627,289)	104,006,124	109,257,073	95,076,795
Profit / (Loss) for the period	(196,732,637)	14,006,191	(845,824,134)	55,342,161
Other comprehensive income/ (expenses)				
Other comprehensive income to be reclassified to profit or loss				
Gain/(Loss) arising on remeasuring available for sale financial investments	(95,388,141)	(256,222)	(105,809,590)	5,609,505
Other comprehensive income for the Period , net of tax	(95,388,141)	(256,222)	(105,809,590)	5,609,505
Total comprehensive income/(expenses) for the Period	(292,120,777)	13,749,970	(951,633,724)	60,951,666
Basic earnings per Share(Rs.) - Annualised	(5.94)	0.54	(9.98)	0.71

SOFTLOGIC FINANCE PLC
STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER 2020

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Rs.

	2020 Unaudited	2019 Unaudited	31/03/2020 Audited
ASSETS			
Cash and Cash Equivalents	469,822,004	215,541,701	389,597,258
Financial assets measured at fair value through other comprehensive income (FVTOCI)	50,670,873	131,164,380	136,137,280
Placements with Banks and Other Finance Companies	2,359,717,237	2,259,795,586	2,415,595,581
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	4,234,045,820	2,280,675,670	2,160,284,390
Financial Assets at Amortised Cost - Loans and Receivables	11,605,139,967	15,522,149,977	14,552,098,937
Right of Use Assets	132,288,190	190,089,509	176,873,492
Deferred tax asset	447,971,752	231,150,013	338,714,679
Intangible Assets	162,649,925	50,401,829	182,035,815
Property, Plant & Equipment	467,137,746	486,749,050	493,551,515
Other Assets	1,007,511,454	1,056,173,091	901,703,139
TOTAL ASSETS	20,936,954,969	22,423,890,808	21,746,592,087
LIABILITIES			
Bank Overdraft	106,123,907	108,191,617	65,076,586
Financial Liabilities at Amortised Cost - Interest bearing Borrowings to Banks	627,934,467	964,186,728	946,175,712
Financial Liabilities at Amortised Cost - Deposits due to Customers	15,298,480,298	17,268,436,954	17,063,396,151
Financial Liabilities at Amortised Cost - Other Borrowed Funds	1,194,004,619	1,065,990,086	1,167,774,067
Other Liabilities	428,314,079	224,239,362	241,919,647
Lease Liability	146,322,838	184,742,643	174,215,505
Retirement Benefit Obligations	45,971,252	37,506,247	47,045,376
TOTAL LIABILITIES	17,847,151,459	19,853,293,635	19,705,603,044
SHARE HOLDERS' FUNDS			
Stated Capital	4,506,759,983	2,604,765,231	2,604,765,231
Statutory Reserve Fund	260,448,732	260,448,732	260,448,732
Retained Earnings	(1,814,676,870)	(309,945,965)	(855,686,995)
Revaluation Reserve	126,649,681	115,489,682	126,649,682
Available For Sale Reserve	10,621,983	(100,160,507)	(95,187,607)
TOTAL SHAREHOLDERS' FUNDS	3,089,803,510	2,570,597,173	2,040,989,043
TOTAL LIABILITIES AND SHARE HOLDERS' FUNDS	20,936,954,969	22,423,890,808	21,746,592,087
Commitments and contingencies	929,517,295	504,144,549	563,329,685
Net Assets Value Per Share	11.50	9.56	19.74

The information contained in these statements have been extracted from the unaudited Financial Statements of the Company unless indicated as "Audited"

CERTIFICATION:

These Financial Statements are in compliance with the requirements of the Companies Act No 07 of 2007.

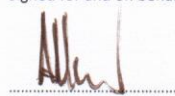


Ms. Ivon Brohier

Chief Financial Officer

The Board of Directors are responsible for the preparation and presentation of these Financial Statements.

Signed for and on behalf of Board of Directors by;



A. Russell - Davison

Chairman

Date : 08/02/2021



Priyantha Wijesekera

CEO/Director

SOFTLOGIC FINANCE PLC
STATEMENT OF CHANGES IN EQUITY
PERIOD ENDED 31ST DECEMBER 2020

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	Stated Capital	Statutory Reserve Fund	Convertible Reserve	Revaluation Reserve	Available for Sale Reserve	Retained Earnings	Total
Balance as at 01 April 2019	2,002,269,999	260,448,732	-	115,489,682	(105,770,012)	(365,288,126)	1,907,150,275
Profit for the period	-	-	-	-	-	55,342,161	55,342,161
Other comprehensive income, net of tax	-	-	-	-	5,609,505	-	5,609,505
Rights Issue shares	602,495,232	-	-	-	-	-	602,495,232
Transfer to Statutory Reserve Fund	-	-	-	-	-	-	-
Balance as at 31 December 2019	2,604,765,231	260,448,732	-	115,489,682	(100,160,507)	(309,945,965)	2,570,597,173
Balance as at 1 April 2020	2,604,765,231	260,448,732	-	126,649,682	(95,187,607)	(855,686,995)	2,040,989,043
Profit for the year	-	-	-	-	-	(845,824,134)	(845,824,134)
Rights Issue shares	1,901,994,752	-	-	-	-	-	1,901,994,752
Gain / (Loss) on share valuation	-	-	-	-	-	(113,165,741)	(113,165,741)
Other comprehensive income, net of tax	-	-	-	-	105,809,590	-	105,809,590
Transfer to Statutory Reserve Fund	-	-	-	-	-	-	-
Balance as at 31 December 2020	4,506,759,983	260,448,732	-	126,649,682	10,621,983	(1,814,676,870)	3,089,803,510

STATEMENT OF CASH FLOWS

09 MONTH PERIOD ENDED 31ST DECEMBER 2020

Rs.

	31/12/2020 Unaudited	31/12/2019 Unaudited	31/03/2020 Audited
Cash flows from operating activities			
Net profit/(Loss) before taxation	(955,081,208)	(39,734,634)	(538,612,928)
Adjustments for ,			
Depreciation	37,285,602	41,760,069	55,223,848
Amortization of intangible assets	19,385,892	8,784,251	19,535,229
Profit on disposal of property, plant and equipment	(146,959)	(4,434,229)	(4,434,229)
(Profit)/loss from sale of vehicles & real estate	-	-	(1,597,736)
Impairment charge on bad and doubtful debts	414,545,457	60,839,375	390,137,066
Provision for defined benefit plans	9,000,000	7,650,000	12,510,739
Interest expenses	1,508,812,594	1,924,598,710	2,516,526,516
Operating profit before working capital changes	1,033,801,377	1,999,463,542	2,449,288,506
(Increase)/Decrease in Financial Assets at Amortised Cost - Lease & HP rental Receivables	(2,134,470,331)	(310,108,878)	(235,052,899)
(Increase)/Decrease in Financial Assets at Amortised Cost - Loans and Receivables	2,602,202,333	690,634,386	988,723,199
(Increase)/Decrease in Placements with Banks and Other Finance Companies	55,878,344	(736,763,052)	(669,018,585)
(Increase)/Decrease in financial investments - Financial assets measured at FVTOCI	191,275,998	93,690,495	88,717,595
(Increase)/Decrease in other non financial assets	(170,480,086)	(358,240,907)	96,068,623
(Decrease)/Increase in amounts due to customers	(1,764,915,854)	153,036,708	(52,004,095)
(Decrease)/Increase in other non financial liabilities	158,501,764	256,690,625	316,988,705
Cash generated from operations	(28,206,454)	1,788,402,918	2,983,711,048
Interest paid	(1,508,812,594)	(1,924,598,710)	(2,516,526,516)
Defined benefit plan costs paid	(10,074,125)	(2,618,737)	(7,837,605)
Net cash generated from operating activities	(1,547,093,172)	(138,814,529)	459,346,927
Cash flows from investing activities			
Purchase of property, plant and equipment & Intangible Assets	(10,871,834)	(19,106,436)	(166,257,636)
Proceeds from disposal of property, plant and equipment	179,165	7,050,000	7,050,000
Net cash used in investing activities	(10,692,669)	(12,056,436)	(159,207,636)
Cash flows from financing activities			
Proceed from long term borrowings-Bank Loan	725,866,286	901,200,000	3,218,200,000
Repayment of long term borrowings- Bank Loan	(1,030,897,771)	(367,278,748)	(2,628,498,007)
Rights issue of shares	1,901,994,752	602,495,232	602,495,232
Funds received for convertible shares	-	(766,659,459)	-
Repayment/Repurchase of Debentures	-	(2,740,845)	(759,090,000)
Repayment of other borrowed funds	-	-	(299,930,712)
Net cash (used in) / generated from financing activities	1,596,963,266	367,016,180	133,176,513
Net Increase/ (decrease) in cash and cash equivalents	39,177,425	216,145,215	433,315,804
Cash and cash equivalents at the beginning of the year	324,520,672	(108,795,131)	(108,795,132)
Cash and cash equivalents at the end of the period	363,698,098	107,350,084	324,520,672
Reconciliation of cash and cash equivalents			
Cash, bank balance and short term investments	469,822,004	215,541,701	389,597,258
Bank overdrafts	(106,123,907)	(108,191,617)	(65,076,586)
Cash and cash equivalents at the end of the period	363,698,098	107,350,084	324,520,672

1. The above figures are provisional and subject to audit.
2. Information on shares for the quarter ended December 31, 2020 as given below.

Market Price per Share (Rs.)	
Highest	13.80
Lowest	10.60
Closing	11.70
Ratios	
Debt to equity ratio (Times)	5.78
Liquid assets ratio (%) – Statutory Minimum 10%	18.08

3. There are no changes in the accounting policies and methods of computations since the publication of Annual report for the year ended March 31, 2020.
4. The Interim Financial Statements are in compliance with Sri Lanka Accounting Standards LKAS 34 - Interim Financial Reporting and provide the information required by the Colombo Stock Exchange.
5. The presentation and classification of figures for the corresponding period of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current year.
6. There has been no significant change in the nature of the contingent liabilities, which were disclosed in the Annual report for the year ended March 31, 2020.
7. No circumstances have arisen since the statement of financial position date, which would require adjustments to or disclosure in the financial statements other than the followings.

7.1 Softlogic Capital PLC our parent Company has announced that it has agreed to acquire 33,063,877 ordinary shares amounting to 49.67% of the issued ordinary shares of Abans Finance PLC from its major shareholder Abans PLC at a price of Rs. 30.10 per share subject to the receipt of all regulatory approvals which are required for the acquisition and to make a mandatory offer as required to the minority shareholders of Abans Finance PLC in terms of Take-overs and Mergers Code 1995 as amended in 2003.

The aforesaid announcement has also indicated that after the acquisition and mandatory offer as aforesaid in accordance with the financial sector consolidation plan initiated by the Central Bank of Sri Lanka in 2014. Softlogic Capital PLC intends to initiate a process for the amalgamation of Abans Finance PLC in to Softlogic Finance PLC with Softlogic Finance PLC being the surviving entity subject to receiving all regulatory approvals for the same. The shareholders of Abans Finance PLC would be given 11 ordinary shares of Softlogic Finance PLC for every 6 shares which they hold in Abans Finance PLC. The ratio has been computed on the basis of the respective net assets values of the 2 companies as per the latest published quarterly financial statements as at 30th June 2020.

The Board of Directors has resolved on 29th September 2020 that the amalgamation being in the best of interest of the Company be facilitated by the Company initiating the processes which are required to receive the regulatory approvals for the amalgamation.

7.2 Please refer note 14.1 for more detail of Issue of shares by way of Rights issue during the year

8. THE IMPACT OF COVID 19

With the declaration of COVID – 19 as a global pandemic by World Health Organization (“WHO”) during March 2020, Sri Lankan government also resorted to varying levels of public health measures, including nationwide curfews, travel bans and border closures to tackle the pandemic. These measures while supporting the safeguard of the nation caused massive impact on people’s lives, families and communities and significant consequences on national economies and global trade.

The immediate precautionary measure by the Government was to impose island wide curfew. Since no access to office was feasible the Company immediately planned to “work from home” and facilitated the key management personnel and the key required personnel to work from home. The subsequent announcement by the Government that Banks and Non-Bank Financial Institutions are an essential Service Provider led the Company to operate with critical functions to ensure uninterrupted service to its valued customers. The Company serviced its Fixed Deposit Customers by servicing timely interest via CEFTS and other ways of bank transfers.

Liquidity was a major concern for many of the small and medium scale companies and daily monitoring of cash flow requirement was immediately started. All possible cost reduction measures were initiated to secure available liquid assets. The Company could maintain a healthy liquidity position even during the hard time of outbreak. Meantime the Central bank of Sri Lanka issued circular No.04 and 05 of 2020 on debt moratorium which caused direct impact to rental collection of the Company. The Company established procedures to ensure all moratorium requests are properly collected and attended individually to ensure the Covid – 19 impacted customers are given the required relief. However, the CBSL announcement of Covid - 19 moratorium and the Government decision of country lock down is likely to have negative consequences on the Company’s performance and the liquidity position. The Company has assessed the probable impact stemming from Covid – 19 outbreak and the key assessments are listed below.

- Based on the available information and management’s best judgement, it is determined the appropriateness of the Going concern assumptions in preparing Interim Financial Statements for the quarter ended 31 December 2020.
- Despite the challenging environment of having difficulties in collecting the company dues and the difficulties in getting funding lines from banks and other financial institutions, the Company was able to maintain a stable liquidity position and safeguard the interest of the stakeholders.
- The unutilized Overdraft facilities, the available excess investment and already negotiated funding lines and were used as a cushion to absorb any sudden liquidity shocks.
- A more prudent cost control mechanism was in place which ensured an effective cost structure in the Company. There is a considerable degree of judgement involved in making the above assessments.

The underline assumptions are also subject to certain level of uncertainty and are mostly out of the control of the Company. Hence the actual economic conditions are likely to be different from the anticipated events. The effect of those differences may have significant impact on accounting judgement and estimates included in these Financial Statements. The Management evaluated the key assumptions used in the above estimates and judgements under probable stress scenarios such as, retention ratio of Fixed Deposits, Ratio of Rental Collection and Re-imposing of CBSL liquid asset requirement. After evaluating the above by the Management, and after due consideration of the range and likelihood of outcomes, the Management is satisfied that the Company have adequate resources to continue in operational existence for the foreseeable future and continue to adopt the going concern basis in preparing and presenting these financial statements

8.1 Financial reporting impact due to COVID 19

Guidance notes on accounting considerations of the COVID 19 outbreak issued by Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) has provided following measures which have been applied in preparation of these Interim Financial Statements;

Expected credit loss assessment

Company has used Probability of Default (PD), Loss Given Default (LGD) computed in 31 December 2020 to assess the expected credit losses as at 31 December 2020 due to uncertainties and lack of sufficient information available to make any adjustments to factor the impact of COVID 19. However the Company has increased the weightage assigned to worst case scenario as at 31 December 2020 to capture potential impact of COVID 19.

9. Twenty Major Shareholders as at 31st December 2020

Name	No. of Shares	(%)
SOFTLOGIC CAPITAL PLC	143,521,838	53.40
PAN ASIA BANKING CORPORATION PLC/SOFTLOGIC CAPITAL PLC	85,125,513	31.67
SOFTLOGIC LIFE INSURANCE PLC-A/C NO. 04 (PARTICIPATING FUND)	15,688,030	5.84
VANIK INCORPORATION LTD	5,376,068	2.00
MR. KULAPPUARACHCHIGE DON DAMMIKA PERERA	3,276,253	1.22
SOFTLOGIC HOLDINGS PLC	3,085,963	1.15
L.B. FINANCE LIMITED.	2,090,000	0.78
HATTON NATIONAL BANK PLC/SUBRAMANIAM VASUDEVAN	2,047,912	0.76
PEOPLES BANK/ASOKA KARIYAWASAM PATHIRAGE	902,085	0.34
PEOPLE'S LEASING & FINANCE PLC/L.P.HAPANGAMA	587,912	0.22
MR. SHANKER VARADANANDA SOMASUNDERAM	455,000	0.17
HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	300,000	0.11
MR. THARMALINGAM LOGANATHAN	207,073	0.08
SAMPATH BANK PLC/MR. ABISHEK SITHAMPALAM	159,782	0.06
ASSETLINE LEASING CO. LTD/MS.R.K.R. PATHIRANAGE	152,166	0.06
MRS. PAMELA CHRISTINE COORAY	132,444	0.05
MR. WITHANAGE DON SANJEEWA WITHANA	128,441	0.05
MR. BALENDIRAN JANEGAN	119,747	0.04
PEOPLE'S LEASING & FINANCE PLC/MRS. H.C. KALANSOORIYA	111,025	0.04
SEYLAN BANK LIMITED/JAMES HENRY PAUL RATNAYAKE	110,367	0.04
	263,577,619	98.07
Others	5,182,509	1.93
Total	268,760,128	100.00

10. Directors' Shareholding as at 31st December 2020

Names of Directors	No. of Shares	(%)
1. Mr. A. Russell Davison (Chairman)	Nil	Nil
2. Mr. M.H Priyantha Wijesekera (CEO)	Nil	Nil
3. Mr. H. K. Kaimal	Nil	Nil
4. Mr. Manilka Fernando	Nil	Nil
5. Mr. Dinesh P. Renganathan	Nil	Nil
6. Ms. Aruni Goonetilleke	Nil	Nil
7. Mr. A.C. Mohamed Lafir (Since 14 Dec 2020)	Nil	Nil

11. Public shareholding as at 31st December 2020

Public holding	20,436,699	7.60%
Number of public shareholders	1,670	

12. Float adjusted market Capitalization as at 31st December 2020

	Threshold	Compliance (Y/N)	Value
Float adjusted market Capitalization (Rs)	Less than 1 Bn	Yes	238,981,506
Minimum Public Holding (%)	Minimum 10%	No	7.60%

In terms of Rule 7.13.2 of the Listing Rules of Colombo Stock Exchange, Softlogic Finance PLC is hereby announced that the Company is non compliant with the public Holding percentage as specified in Rule 7.13.(b) of the Listing Rules.

14 RELATED PARTY TRANSACTIONS

Details of significant related party disclosures are as follows:

14.1 Transactions with Key Managerial Personnel (KMPs)

Key Managerial Personnel includes Members of the Board of Directors of the Company and of it's Holding Company.

Short-term employee benefits for the period Rs. 29,025,488

14.2 Transactions, arrangements and agreements involving KMPs and their close members of the family

The following provides the total amount of transactions which have been entered in to with Key Managerial Personnel and their close family members.

Time Deposits Rs. 6,469,153
Savings Deposits Rs. 198,718

14.3 Transactions with Group Companies

The Company enters into transactions with group companies and the following tables shows the outstanding balances and corresponding transactions during the period ended December 31, 2020

Rs.

Company	Relationship	(Receivables) / Payables	Loans, Advances & Investments	Borrowings / Deposits	Income Earned	Cost Incurred	Plant & Equip. Purchased / (sold)
Softlogic Capital PLC	Parent Company	4,292,184	-	-	-	2,675,464	825,000
Softlogic Corporate Services (Pvt) Ltd	Affiliated Company	907,377	-	-	-	1,876,320	-
Softlogic Brands (Pvt) Ltd	Group Company	-	175,000,000	870,578	22,756,560	4,721	-
Softlogic Stock Brokers (Pvt) Ltd	Group Company	-	-	-	-	12,500	-
Softlogic Holdings PLC	Ultimate Parent Company	1,343,786	-	-	-	1,285,874	-
Softlogic Retail (Pvt) Ltd	Affiliated Company	(1,142,484)	-	20,501	8,687,218	115,628	987,039
Softlogic Communications (Pvt) Ltd	Affiliated Company	-	-	-	-	373,866	-
Softlogic Computers (Pvt) Ltd	Affiliated Company	(93,182)	-	-	-	-	795,085
Softlogic Information Technologies (Pvt) Ltd	Affiliated Company	1,291,572	-	-	-	12,500	3,616,832
Softlogic Automobiles (Pvt) Ltd	Affiliated Company	-	-	-	-	-	-
Softlogic Mobile Distributors (Pvt) Ltd	Affiliated Company	195,540	-	-	-	-	254,202
Softlogic BPO Services (Pvt) Ltd	Affiliated Company	7,129,994	2,624,278	-	107,480	16,238,843	-
Softlogic Asset Managemet (Pvt) Ltd	Affiliated Company	-	-	37,607,448	-	1,381,212	-
Nextage (Pvt) Ltd	Affiliated Company	(24,395)	-	-	-	27,929	-
Future Automobiles (Pvt) Ltd	Affiliated Company	403,550	-	-	-	2,245,702	-
Softlogic Life PLC	Affiliated Company	2,359,321	-	-	-	5,030,039	-
Suzuki Motors Lanka (Pvt)Ltd	Affiliated Company	-	-	1,653,235	-	124,926	-

15 Utilisation of funds raised via capital market.

The company has raised funds via the capital market through a rights issue on 20th December 2019. The progress of utilisation of the capital raised as per the objectives stated in the right issue circular is given below.

Objective number	Objective as per Circular	Amount allocated as per Circular in Rs.	Proposed date of utilisation as per Circular	Amount allocated from proceeds in Rs. (A)	% of total proceeds	Amount utilised in Rs. (B)	% of utilisation against allocation (B/A)	Clarification if not fully utilised including if not utilized where are the funds invested
(a)	To Settle the utilized overdraft facilities of the company	474,880,432	Within 2 monhs from the completion of the Rights Issue	474,880,432	79%	474,880,432	100%	N/A
(b)	To expand the lending activities of the company	127,614,800	Within 2 monhs from the completion of the Rights Issue	127,614,800	21%	127,614,800	100%	N/A
		602,495,232		602,495,232	100%	602,495,232		

The company has raised funds further via the capital market through a rights issue on 15th December 2020. The progress of utilisation of the capital raised as per the objectives stated in the right issue circular is given below.

Objective number	Objective as per Circular	Amount allocated as per Circular in Rs.	Proposed date of utilisation as per Circular	Amount allocated from proceeds in Rs. (A)	% of total proceeds	Amount utilised in Rs. (B)	% of utilisation against allocation (B/A)	Clarification if not fully utilised including if not utilized where are the funds invested
(a)	To repay maturity liabilities	1,901,994,752	Within 6 months from the completion of the Rights issue	1,901,994,752	100%	775,732,986	41%	N/A
(b)	To increase the secured lending portfolio to the required regulatory levels (i) Leasing (ii) Other lending							
		1,901,994,752		1,901,994,752	100%	775,732,986		

16 Financial Reporting by Segments as per the Provision of SLFRS - 08

The company's segmental reporting is based on the following operating segments: Leasing, Hire purchase, Group Personal Loans, Pawning, Factoring, SME & Other Loans and Receivables.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss, and in certain respects, are measured differently from operating profits or losses in the financial statements. However, income taxes are managed on a group basis and are not allocated to operating segments.

For the period ended 31st December	Leasing & Hire Purchases		Group Personal Loans & Pawning		SME, Factoring & Other Loans		Unallocated		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Interest Income	423,232,742	363,911,811	439,668,138	505,405,118	799,853,947	1,831,668,981	-	-	1,662,754,827	2,700,985,910
Investment Income	-	-	-	-	-	-	129,757,966	155,256,818	129,757,966	155,256,818
Fee and Commission Income	-	-	5,624,574	40,013,980	38,003,866	55,352,722	24,627,900	25,596,513	68,256,340	120,963,215
Other Operating Income	-	-	-	-	-	-	21,626,991	45,290,029	21,626,991	45,290,029
Total Revenue	423,232,742	363,911,811	445,292,712	545,419,097	837,857,813	1,887,021,704	176,012,857	226,143,361	1,882,396,124	3,022,495,973
Profit Before Income Tax	(214,737,819)	(4,784,093.30)	(225,930,502)	(7,170,242)	(425,108,319)	(24,807,351)	(89,304,568)	(2,972,948)	(955,081,208)	(39,734,634)
Income Tax (Expense)/Reversal									109,257,073	95,076,795
Profit After Tax									(845,824,134)	55,342,161
Segment Assets	4,234,045,820	2,280,675,670	2,444,206,317	3,272,510,902	9,160,933,649	12,249,639,075	5,097,769,182	4,621,065,161	20,936,954,969	22,423,890,808
Segment Liabilities	3,609,199,960	2,019,226,911	2,083,498,790	2,897,361,587	7,808,994,698	10,845,382,880	4,345,458,011	4,091,322,257	17,847,151,459	19,853,293,635

Rs.

CORPORATE INFORMATION

Name of the Company

Softlogic Finance PLC

Holding Company

Softlogic Capital PLC

Legal Form

- Incorporated under the Companies Act No 17 of 1982
- Date of Incorporation 24th August 1999.
- Re-registered under the Companies Act No. 7 of 2007 on 29th September 2008.
- Registered under the Finance Companies Act No. 42 of 2011.
- Registered under the Finance Leasing Act No. 56 Of 2000.
- Approved Credit Agency under the Mortgage Act No 6 of 1949 and Inland Trust Receipts Act No 14 of 1990.
- Quoted in the Colombo Stock Exchange on 22nd January 2009.
- Registered under the Securities & Exchange Commission of Sri Lanka Act No. 36 of 1987 as Margin Provider

Company Registration Number

PB 641 PQ

Tax Payer Identification Number (TIN)

134008350

Accounting Year End

31st March

Secretaries

Softlogic Corporate Services (Pvt) Ltd

Registered Office & Principal Place of Business

No.13, De Fonseka Place, Colombo 4
 Tel : 94-11- 2359600, 94-11-2359700
 Fax: 94-11-2359799
 E-mail : info@softlogicfinance.lk
 Website : www.softlogicfinance.lk

Auditors

M/s. Ernst & Young
 Chartered Accountants,
 No.201, De Saram Place,
 P.O. Box 101, Colombo 10.

Bankers

Hatton National Bank PLC
 Commercial Bank of Ceylon PLC
 Seylan Bank PLC
 People's Bank
 Pan Asia Banking Corporation PLC
 Sampath Bank PLC
 Bank of Ceylon
 Nations Trust Bank PLC
 DFCC Bank PLC
 Union Bank of Colombo PLC
 National Savings Bank
 Cargills Bank Limited

Legal Advisors to the Company

Nithya Partners

Board of Directors

Mr. A. Russell Davison (Chairman)
 Mr. M.H Priyantha Wijesekera (CEO)
 Mr. H. K. Kaimal
 Mr. Manilka Fernando
 Mr. Dinesh P. Renganathan
 Ms. Aruni Goonetilleke
 Mr. A.C. Mohamed Lafir (Since 14 Dec 2020)

Branch Network

No	Branch	Address	Telephone Number	Fax Number	Email
1	Anuradhapura	No. 561/11, Maithreepala Senanayaka Mw, New Town, Anuradhapura	025-2226279	025-2234743	anuradhapura@softlogicfinance.lk
2	Badulla	NO. 38, Anagarika Dharmapala Mawatha, Badulla.	055-2224205	055-2223905	badulla@softlogicfinance.lk
3	Borella	No.1072, Maradana Road, Borella	011-2698016	011-2694261	borella@softlogicfinance.lk
4	Chilaw	No: 28B, Kurunegala Road, Chilaw	032-2221415	032-2223754	chilaw@softlogicfinance.lk
5	Chunnakam	No: 101 & 105, K.K.S Road, Chunnakam	021-2242770	021-2242772	chunnakam@softlogicfinance.lk
6	City Office	29/2, Visaka Road, Colombo 04	011-2303373	011-2058981	cityoffice@softlogicfinance.lk
7	Dambulla	No: 719, Anuradhapura Road, Dambulla	066-2284737	066-2284717	dambulla@softlogicfinance.lk
8	Dematagoda	No: 85, Kolonnawa Road, Dematagoda, Colombo 09	011-2679089	011-2646226	dematagoda@softlogicfinance.lk
9	Embilipitiya	No.176, Rathnapura Road, Pallegama, Embilipitiya.	047-2230590	047-2230592	embilipitiya@softlogicfinance.lk
10	Galle	No: 64, Colombo Road, Kaluwella, Galle	091-2248920	091-2248095	galle@softlogicfinance.lk
11	Gampaha	No: 57/A, Baudhaloka Mawatha, Gampaha	011-2281285	033-2227506	gampaha@softlogicfinance.lk
12	Hatton	No: 115, Main Street, Hatton	051-2222108	051-2225739	hatton@softlogicfinance.lk
13	Head Office	No: 13, De Fonseka Place, Colombo 04	011-2359700	011-2359799	headoffice@softlogicfinance.lk
14	Jaffna	No: 62/64, Stanley Road, Jaffna	021-2219444	021-2219666	jaffna@softlogicfinance.lk
15	Kadawatha	Assst.No.139/7D, Kandy Road, Kadawatha	011-2923011	011-2923013	kadawatha@softlogicfinance.lk
16	Kalutara	No: 264, Galle Road, Kalutara South, Kalutara	034-2224714	034-2223262	kalutara@softlogicfinance.lk
17	Kandy	No: 165, Kotugodella Street, Kandy	081-2224912	081-2224916	kandy@softlogicfinance.lk
18	Kochchikade	No: 42, Chilaw Road, Kochchikade	031-2274233	031-2272672	kochchikade@softlogicfinance.lk
19	Kotahena	No.244, George R De Silva Mawatha, Colombo 13	011-2462819	011-2337040	kotahena@softlogicfinance.lk
20	Kottawa	No: 87/A, Highlevel Road, Kottawa	011-2178464	011-2842824	kottawa@softlogicfinance.lk
21	Kurunegala	No: 13, Rajapihilla Mawatha, Kurunegala	037-2232875	037-2232565	kurunegala@softlogicfinance.lk
22	Matale	No: 253, Main Street, Matale	066-2226461	066-2228863	matale@softlogicfinance.lk
23	Matara	NO 08A KKK Building, Station Road Matara	041-2220195	041-2227257	matara@softlogicfinance.lk
24	Nawala	No: 305B, Nawala Road, Nawala	011-2807080	011-2807082	nawala@softlogicfinance.lk
25	Negombo	No: 406/1, Udayarthoppuwa Road, Negombo	031-2224714	031-2224716	negombo@softlogicfinance.lk
26	Nuwara Eliya	No: 72, Kandy Road, Nuwara Eliya	052-2223382	052-2223383	nuwaraeliya@softlogicfinance.lk
27	Bambalapitiya	No. 292/B, Galle Road, Colombo 04	011-2367901	011-2055517	pamankada@softlogicfinance.lk
28	Grandpass	No. 408 Grandpass road Colombo 14	011-2334461	011-2334549	pettah@softlogicfinance.lk
29	Polonnaruwa	No: 125, Batticaloa Road, Polonnaruwa	027-2226727	027-2225909	polonnaruwa@softlogicfinance.lk
30	Ratnapura	No: 1/200, Main Street, Ratnapura	045-2230677	045-2223574	rathnapura@softlogicfinance.lk
31	Senkadagala	Asst.No.288, Katugasthota Road, Mahiyawa	081-2232601	081-2232603	senkadagala@softlogicfinance.lk
32	Thissamaharam	No: 28, Main Street, Thissamaharama	047-2239933	047-2239504	tissamaharama@softlogicfinance.lk
33	Wattala	No: 180, Negombo Road, Wattala	011-2051660	011-2051676	wattala@softlogicfinance.lk
34	Weligama	No: 2, Matara Road, Weligama	041-2252888	041-2260523	weligama@softlogicfinance.lk

Standalone Gold Loan Centre

No	Branch	Address	Telephone Number	Fax	Email
1	Mawanella	No: 131,132, Kandy Road, Mawanella	035-2247304		