

SOFTLOGIC FINANCE PLC



INTERIM FINANCIAL STATEMENTS

For the Quarter ended
31 March 2023

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

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED

	03 Months Period ended 31 March		12 Months Period ended 31 March	
	2023 Unaudited	2022 Unaudited	2023 Unaudited	2022 Audited
Income	1,118,961,224	943,771,919	4,199,783,676	3,204,277,461
Interest income	1,026,165,387	867,484,142	3,925,365,375	2,945,415,506
Interest expenses	(1,121,436,337)	(441,516,453)	(3,891,334,065)	(1,593,117,271)
Net interest income	(95,270,949)	425,967,689	34,031,310	1,352,298,236
Fee and commission income	42,027,743	30,333,808	99,734,703	149,649,072
Other operating income	50,768,093	45,953,969	174,683,598	109,212,883
Total operating income	(2,475,113)	502,255,466	308,449,611	1,611,160,190
Impairment (charge)/ reversal for loans and other losses	(347,934,530)	(847,664,995)	(806,787,571)	(1,210,260,697)
Net Operating Income	(350,409,643)	(345,409,529)	(498,337,960)	400,899,493
Operating expenses				
Personnel costs	(111,434,317)	(107,573,427)	(490,024,989)	(444,296,454)
Depreciation of property, plant and equipment	(7,681,658)	(10,640,676)	(33,967,615)	(44,777,797)
Amortization of intangible assets	(8,309,286)	(8,309,285)	(33,237,142)	(33,237,142)
Other operating expenses	(253,412,058)	(282,904,604)	(937,080,632)	(814,333,673)
Operating profit / (Loss) before Value Added Tax on financial services	(731,246,962)	(754,837,520)	(1,992,648,338)	(935,745,573)
VAT on financial services	-	54,809,327	-	-
Profit / (Loss) before income tax	(731,246,962)	(700,028,193)	(1,992,648,338)	(935,745,573)
Income tax Reversal/ (expense)	-	-	-	-
Profit / (Loss) for the period	(731,246,962)	(700,028,193)	(1,992,648,338)	(935,745,573)
Other comprehensive income/ (expenses)				
Other comprehensive income to be reclassified to profit or loss				
Gain/(Loss) arising on remeasuring available for sale financial investments	-	-	-	-
Gain on available for sale investment transferred to profit or loss	-	-	-	-
Other comprehensive income not to be reclassified to profit or loss				
Net gain / (loss) on equity instruments at fair value through other comprehensive income	-	-	-	3,209,272
Net of Actuarial gain/(loss) on post employment benefit obligations	5,333,178	6,762,424	5,333,178	6,762,424
Deffered tax on Capital gain arising on revaluation of land	(5,419,500)	(6,832,800)	(5,419,500)	-
Gain/(Loss) arising on revaluation of land and building	18,065,000	28,470,000	18,065,000	21,637,200
Other comprehensive income for the Period , net of tax	17,978,678	28,399,624	17,978,678	31,608,896
Total comprehensive income/(expenses) for the Period	(713,268,285)	(671,628,569)	(1,974,669,660)	(904,136,677)
Basic earnings per Share(Rs.) - Annualised	(4.80)	(5.68)	(3.77)	(2.33)

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit

SOFTLOGIC FINANCE PLC
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2023

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	31/03/2023	31/03/2022
	Unaudited	Audited
ASSETS		
Cash and Cash Equivalents	493,667,735	438,009,460
Securities purchased under repurchase agreements	1,890,623,066	1,457,460,165
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	316,466,799	-
Investment in Dealing Securities	30,600	30,600
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	7,843,413,689	11,262,883,980
Financial Assets at Amortised Cost - Loans and Receivables	9,818,823,987	9,323,826,328
Right of Use Assets	131,450,719	141,979,786
Deferred tax asset	428,669,724	436,374,872
Intangible Assets	90,193,198	123,430,339
Property, Plant & Equipment	419,853,994	485,845,674
Investment Property	103,237,000	103,237,000
Other Assets	1,648,432,617	1,605,723,052
TOTAL ASSETS	23,184,863,130	25,378,801,254
LIABILITIES		
Bank Overdraft	35,260,310	51,911,762
Financial Liabilities at Amortised Cost - Interest bearing Borrowings to Banks	150,000,000	552,913,327
Financial Liabilities at Amortised Cost - Deposits due to Customers	12,430,946,956	15,599,352,518
Financial Liabilities at Amortised Cost - Other Borrowed Funds	6,766,179,291	4,239,620,521
Other Liabilities	390,885,900	390,410,505
Lease Liability	129,509,241	134,712,424
Retirement Benefit Obligations	41,832,849	46,459,268
TOTAL LIABILITIES	19,944,614,546	21,015,380,325
SHARE HOLDERS' FUNDS		
Stated Capital	7,597,925,039	6,746,427,723
Statutory Reserve Fund	260,448,732	260,448,732
Retained Earnings	(4,790,913,569)	(2,803,598,408)
Revaluation Reserve	172,788,381	160,142,882
TOTAL SHAREHOLDERS' FUNDS	3,240,248,584	4,363,420,929
TOTAL LIABILITIES AND SHARE HOLDERS' FUNDS	23,184,863,130	25,378,801,254
Commitments and contingencies	388,741,450	759,541,937
Net Assets Value Per Share Rs.	5.32	8.86

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.



.....
Deshantha De Alwis - Head of Finance

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;



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Dinesh P. Renganathan - Chairman

Date : 30 May 2023



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Ms. Ivon Brohier - CEO

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

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Rs.

	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	Available for Sale Reserve	Retained Earnings	Total
Balance as at 1 April 2021	4,506,759,983	260,448,732	138,505,682	(2,588,523)	(1,875,236,009)	3,027,889,866
Profit/(Loss) for the 12 month period	-	-	-	-	(935,745,573)	(935,745,573)
Rights Issue shares	2,239,667,740	-	-	-	-	2,239,667,740
Gain / (Loss) on share valuation	-	-	-	-	620,749	620,749
Other comprehensive income,net of tax	-	-	21,637,200	2,588,523	6,762,424	30,988,147
Transfer to Statutory Reserve Fund	-	-	-	-	-	-
Balance as at 31 March 2022	6,746,427,723	260,448,732	160,142,882	(0)	(2,803,598,408)	4,363,420,929
Balance as at 1 April 2022	6,746,427,723	260,448,732	160,142,881	-	(2,803,598,409)	4,363,420,927
Profit/(Loss) for the 12 month period	-	-	-	-	(1,992,648,338)	(1,992,648,338)
Rights Issue shares	851,497,316	-	-	-	-	851,497,316
Gain / (Loss) on share valuation	-	-	-	-	-	-
Other comprehensive income,net of tax	-	-	12,645,500	-	5,333,178	17,978,678
Transfer to Statutory Reserve Fund	-	-	-	-	-	-
Balance as at 31 March 2023	7,597,925,039	260,448,732	172,788,381	-	(4,790,913,569)	3,240,248,584

SOFTLOGIC FINANCE PLC
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED

	31/03/2023	31/03/2022
	Unaudited	Audited
Cash flows from operating activities		
Net profit/(Loss) before taxation	(1,992,648,338)	(935,745,573)
Adjustments for ,		
Depreciation	33,967,615	44,777,797
Amortization of intangible assets	33,237,142	33,237,142
Profit on disposal of property, plant and equipment	(28,884,815)	(2,089,326)
(Profit)/loss from sale of vehicles & real estate	-	(28,720,501)
(Gain)/loss from disposal of available for sale investments	-	620,748
Amortisation expenses on right-of-use assets	64,494,661	62,628,952
Impairment charge on bad and doubtful debts	806,787,571	1,210,260,696
Provision for defined benefit plans	6,091,233	1,089,850
Interest expenses	3,891,334,065	1,593,117,271
Operating profit before working capital changes	2,814,379,134	1,979,177,057
(Increase)/Decrease in Financial Assets at Amortised Cost - Lease & HP rental Receivables	3,286,168,084	(6,131,945,356)
(Increase)/Decrease in Financial Assets at Amortised Cost - Loans and Receivables	(1,130,907,632)	863,352,816
(Increase)/Decrease in Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	(316,466,799)	300,809,707
(Increase)/Decrease in Placements with Banks and Other Finance Companies	(433,162,902)	(251,149,716)
(Increase)/Decrease in financial investments - Financial assets measured at FVTOCI	-	40,018,290
(Increase)/Decrease in other assets	(32,180,499)	(675,291,490)
(Decrease)/Increase in amounts due to customers	(3,168,405,562)	1,001,208,982
Increase/(Decrease) in other payables	(4,727,788)	54,219,947
Cash generated from operations	1,014,696,036	(2,819,599,763)
Taxes paid	-	-
Defined benefit plan costs paid	(10,717,652)	(12,038,533)
Net cash generated from operating activities	(2,887,355,681)	(4,424,755,566)
Cash flows from investing activities		
Purchase of property, plant and equipment & Intangible Assets	(18,818,997)	(25,456,351)
Purchase of investment property	-	(103,237,000)
Proceeds from disposal of property, plant and equipment	79,727,877	(2,027,419)
Net cash used in investing activities	60,908,879	(130,720,770)
Cash flows from financing activities		
Proceed from long term borrowings-Bank Loan	2,261,127,024	2,245,514,789
Repayment of long term borrowings- Bank Loan	(3,738,272,207)	(2,694,012,933)
Rights issue of shares	851,497,316	2,239,667,740
Proceed from Subordinated Loan	-	900,000,000
Proceeds from commercial papers	23,127,136,906	2,256,149,865
Repayment of commercial papers	(19,526,346,278)	(508,151,976)
Repayment of principal portion of lease liabilities	(76,386,231)	(79,695,738)
Net cash (used in) / generated from financing activities	2,898,756,529	4,359,471,747
Net Increase/ (decrease) in cash and cash equivalents	72,309,728	(196,004,589)
Cash and cash equivalents at the beginning of the year	386,097,698	582,102,287
Cash and cash equivalents at the end of the year	458,407,425	386,097,698
Reconciliation of cash and cash equivalents		
Cash, bank balance and short term investments	493,667,735	438,009,460
Bank overdrafts	(35,260,310)	(51,911,762)
Cash and cash equivalents at the end of the year	458,407,425	386,097,698

SOFTLOGIC FINANCE PLC
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Rs.								
	Financial Assets recognised through Profit or Loss (FVTPL)		Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)		Financial Assets at Amortised Cost (AC)		Total	
As at	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022
Assets								
Cash and Cash Equivalents	-	-	-	-	493,667,735	438,009,460	493,667,735	438,009,460
Placements with Banks and Other Finance Companies	-	-	-	-	-	-	-	-
Securities purchased under repurchase agreements	-	-	-	-	1,890,623,066	1,457,460,165	1,890,623,066	1,457,460,165
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	316,466,799	-	-	-	-	-	316,466,799	-
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	-	-	-	-	9,818,823,987	9,323,826,328	9,818,823,987	9,323,826,328
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	-	-	-	-	7,843,413,689	11,262,883,980	7,843,413,689	11,262,883,980
Investment in Dealing Securities	-	-	30,600	30,600	-	-	30,600	30,600
Financial Assets at Amortised Cost - Other Financial Assets	-	-	-	-	1,648,432,617	1,605,723,052	1,648,432,617	1,605,723,052
Total Financial Assets	316,466,799	-	30,600	30,600	21,694,961,095	24,087,902,984	22,011,458,494	24,087,933,584

Rs.				
	Financial Liabilities at Amortised Cost (AC)		Total	
As at	31.03.2023	31.03.2022	31.03.2023	31.03.2022
Liabilities				
Bank Overdrafts	35,260,310	51,911,762	35,260,310	51,911,762
Financial Liabilities at Amortised Cost - Interest bearing Borrowings to Banks	150,000,000	552,913,327	150,000,000	552,913,327
Financial Liabilities at Amortised Cost - Deposits due to Customers	12,430,946,956	15,599,352,518	12,430,946,956	15,599,352,518
Financial Liabilities at Amortised Cost - Other Borrowed Funds	6,766,179,291	4,239,620,521	6,766,179,291	4,239,620,521
Lease Liabilities	129,509,241	134,712,424	129,509,241	134,712,424
Total Financial Liabilities	19,511,895,797	20,578,510,551	19,511,895,797	20,578,510,551

1. The above figures are provisional and subject to audit.
2. Information on shares for the quarter ended March 31, 2023 as given below.

Market Price per Share (Rs.)	CRL.N0000	CRL.R0000
Highest	11.90	-
Lowest	7.80	-
Closing	7.80	-
Ratios		
Debt to equity ratio (Times)	6.16	
Liquid assets ratio (%) – Statutory Minimum 10%	13.96	

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, 2022.

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, 2022.

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 notes mentioned below.**

> The Company is in a serious loss of Capital position as at the financial year end. The Board of Directors will call for an EGM as per the Sec 220 of Companies Act no 07 Of 2007 to inform the shareholders of;

- a. the nature and extent of the losses incurred by the company,
- b. the cause or causes of the losses incurred by the company,
- c. the steps, if any, which are being taken by the board to prevent further such losses or to recoup the losses incurred.

The date of EGM will be notified later.

> The Company did not create a Non-Distributable Regulatory Loss Allowance Reserve (RLAR) as per CBSL Direction 01 of 2020.

8. Capital Adequacy Ratio

Softlogic Finance PLC is fully compliant with the Capital adequacy ratio Both Tier 1 & Tier 2 as set out in the Direction No.03 of 2018 of Finance Business Act as of 31 March 2022 However with the implementation of new Direction no 01 of 2020 Classification & Measurement of Credit Facilities w.e.f 01.04.2022, Company Capital adequacy requirement (Both Tier 1 & Tier 2) are below the minimum requirement since April 2022.

9. Twenty Major Shareholders as at 31 March 2023

Name	No. of Shares	(%)
SOFTLOGIC CAPITAL PLC, PAN ASIA BANKING CORPORATION PLC/SOFTLOGIC CAPITAL PLC	565,354,947	92.80%
SOFTLOGIC LIFE INSURANCE PLC-A/C NO. 04 (PARTICIPATING FUND)	15,688,030	2.58%
SOFTLOGIC HOLDINGS PLC	5,657,598	0.93%
VANIK INCORPORATION LTD	5,376,068	0.88%
MR. KULAPPUARACHCHIGE DON DAMMIKA PERERA	3,154,253	0.52%
L.B. FINANCE LIMITED.	2,090,000	0.34%
PEOPLES BANK/ASOKA KARIYAWASAM PATHIRAGE	1,653,822	0.27%
HATTON NATIONAL BANK PLC/SUBRAMANIAM VASUDEVAN	1,155,166	0.19%
MERCHANT BANK OF SRI LANKA & FINANCE PLC/B. JANEGAN	697,376	0.11%
PEOPLE'S LEASING & FINANCE PLC/L.P.HAPANGAMA	608,959	0.10%
HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	274,303	0.05%
MR. PITIGALAGE BUDDHIKA CHANDRADEEPA KURERA	192,225	0.03%
MR. DICKOWITA KANKANAMGE ATHULA KITHSIRI WEERATHUNGA	175,150	0.03%
SAMPATH BANK PLC/MR. ABISHEK SITHAMPALAM	159,782	0.03%
MRS. PAMELA CHRISTINE COORAY	132,444	0.02%
MERCHANT BANK OF SRI LANKA & FINANCE PLC 01	112,056	0.02%
PEOPLE'S LEASING & FINANCE PLC/L.H.L.M.P.HARADASA	107,850	0.02%
SEYLAN BANK LIMITED/JAMES HENRY PAUL RATNAYAKE	106,646	0.02%
MR. ADDARA PATHIRANAGE SOMASIRI	100,000	0.02%
PEOPLE'S LEASING & FINANCE PLC/DR.H.S.D.SOYSA & MRS.G.SOYSA	100,000	0.02%
ALLIED SECURITY SERVICES (PVT) LTD	93,742	0.02%
	602,990,417	98.98%
Others	6,220,386	1.02%
Total	609,210,803	100.00%

10. Directors' Shareholding as at 31 March 2023

Names of Directors	No. of Shares	(%)
1. Mr. Dinesh P. Renganathan	Nil	Nil
2. Mr. M.H Priyantha Wijesekera (Resigned w.e.f. 27 October 2022)	Nil	Nil
3. Mr. H. K. Kaimal	Nil	Nil
4. Mr. Manilka Fernando	Nil	Nil
5. Ms. Aruni Goonetilleke (Resigned w.e.f 09 March 2023)	Nil	Nil
6. Mr. A.C. Mohamed Lafir	Nil	Nil
7. Mr. P.T. Wanigasekara	Nil	Nil
8. Mr. H.S. Samantha Dabare	Nil	Nil

11. Public shareholding as at 31 March 2023

Public holding	20,856,406	3.42%
Number of public shareholders	1,964	

12. Float adjusted market Capitalization as at 31 December 2022

	Threshold	Compliance (Y/N)	Value
Float adjusted market Capitalization (Rs)	Less than 1 Bn	Yes	162,513,074
Minimum Public Holding (%)	Minimum 10%	No	3.42%

In terms of Rule 7.13.1(b) 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 7.14.(b) of the Listing Rules.

13 RELATED PARTY TRANSACTIONS

Details of significant related party disclosures are as follows:

13.1 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. 36,595,691

13.2 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. 9,469,521
Savings Deposits Rs. 290,949

13.3 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 March 31, 2023

Rs.

Company	Relationship	(Receivables) / Payables	Loans, Advances & Investments	Borrowings / Deposits	Income Earned	Cost Incurred	Plant & Equip. Purchased / (sold)
Softlogic Capital PLC	Parent Company	-	-	1,009,729,804	-	400,898,027	-
Softlogic Corporate Services (Pvt) Ltd	Affiliated Company	-	-	-	-	3,820,668	-
Softlogic Brands (Pvt) Ltd	Group Company	-	-	331,721	-	18,425	-
Softlogic Holdings PLC	Ultimate Parent Company	-	-	-	-	40,940,471	-
Softlogic Retail (Pvt) Ltd	Affiliated Company	860,711	-	300	-	3,101,711	48,999
Softlogic Information Technologies (Pvt) Ltd	Affiliated Company	-	-	-	-	270,000	-
Softlogic BPO Services (Pvt) Ltd	Affiliated Company	-	1,733,943	-	288,481	47,120,906	-
Softlogic Asset Management (Pvt) Ltd	Affiliated Company	-	-	-	-	97,741	-
Asiri Surgical Hospital PLC	Affiliated Company	-	-	-	-	176,000	-
Future Automobiles (Pvt) Ltd	Affiliated Company	-	-	-	-	40,945,801	-
Softlogic Life PLC	Affiliated Company	21,821,008	-	-	-	30,153,778	-

SOFTLOGIC FINANCE PLC
EXPLANATORY NOTES (Contd.)

14 Utilisation of funds raised via capital market.

14.1 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		

14.2 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%	1,901,994,752	100%	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%	1,901,994,752		

14.3 The company has raised funds further via the capital market through a rights issue on 26th August 2021. 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 improve the Capital adequacy ratio	-	Immediate	-	0%	-	0%	N/A
(b)	To repay maturity liabilities, utilize in the lending and other business operations.	2,239,667,740	Within 6 months from the completion of the Rights issue	2,239,667,740	100%	2,239,667,740	100%	N/A
(c)	To increase the secured lending portfolio to the required regulatory levels (i) Leasing (ii) Other lending *							
		2,239,667,740		2,239,667,740	100%	2,239,667,740		

* The maturity liabilities mentioned above under objective (c), include forecasted outflow of fixed deposits. If the outflow is less than expected and as a result if any proceeds from the rights remain unutilized, such amount will be utilized in lending and other business operations.

14.4 The company has raised funds further via the capital market through a rights issue on 08 December 2022. 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 improve the Capital adequacy ratio	-	Immediate	-	0%	-	0%	N/A
(b)	To settle the working capital loan borrowed from Softlogic Capital PLC.	851,497,316	Immediate	851,497,316	100%	851,497,316	100%	N/A
		851,497,316		851,497,316	100%	851,497,316		

15 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, 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.

Rs.

For the period ended 31 March	Leasing & Hire Purchases		Personal Loans & Pawning		SME, Factoring & Other Loans		Unallocated		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
Interest Income	1,524,018,338	1,538,314,320	1,499,915,531	624,895,367	564,773,797	690,205,100	-	-	3,588,707,667	2,853,414,787
Investment Income	-	-	-	-	-	-	336,657,708	92,000,719	336,657,708	92,000,719
Fee and Commission Income	5,968,812	35,860,000	10,296,077	20,402,771	83,469,815	93,386,301	-	-	99,734,704	149,649,072
Other Operating Income	-	-	-	-	-	-	174,683,598	109,212,883	174,683,598	109,212,883
Total Revenue	1,529,987,150	1,574,174,320	1,510,211,608	645,298,138	648,243,612	783,591,401	511,341,306	201,213,602	4,199,783,676	3,204,277,461
Profit Before Income Tax	(725,924,616)	(459,706,336)	(716,541,823)	(188,446,501)	(307,568,593)	(228,832,301)	(242,613,306)	(58,760,435)	(1,992,648,338)	(935,745,573)
Income Tax (Expense)/Reversal									-	-
Profit After Tax									(1,992,648,338)	(935,745,573)
Segment Assets	7,843,413,689	11,262,883,980	6,114,630,205	3,930,708,728	3,715,004,117	5,531,397,278	5,511,815,118	4,653,811,268	23,184,863,130	25,378,801,254
Segment Liabilities	6,747,241,158	9,212,057,879	5,260,067,392	3,254,939,711	3,195,806,019	4,580,437,245	4,741,499,977	3,967,945,490	19,944,614,546	21,015,380,325

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

1. Mr. Dinesh P. Renganathan
2. Mr. M.H Priyantha Wijesekera (Resigned w.e.f. 27 October 2022)
3. Mr. H. K. Kaimal
4. Mr. Manilka Fernando
5. Ms. Aruni Goonetilleke (Resigned w.e.f 09 March 2023)
6. Mr. A.C. Mohamed Lafir
7. Mr. P.T. Wanigasekara
8. Mr. H.S. Samantha Dabare

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	011-2055572	011-2303363	cityoffice@softlogicfinance.lk
7	Dambulla	No: 719, Anuradhapura Road, Dambulla	066-2284737	066-2284717	dambulla@softlogicfinance.lk
8	Embilipitiya	No.59/1, Main Street, Pallegama, Embilipitiya.	047-2230590	047-2230592	embilipitiya@softlogicfinance.lk
9	Galle	No: 64, Colombo Road, Kaluwella, Galle	091-2248920	091-2248095	galle@softlogicfinance.lk
10	Gampaha	No: 57/A, Bauddhaloka Mawatha, Gampaha	033-2227436	033-2227506	gampaha@softlogicfinance.lk
11	Hatton	No: 115, Main Street, Hatton	051-2222108	051-2225739	hatton@softlogicfinance.lk
12	Head Office	No: 13, De Fonseka Place, Colombo 04	011-2359700	011-2359799	headoffice@softlogicfinance.lk
13	Jaffna	No: 62/64, Stanley Road, Jaffna	021-2219444	021-2219666	jaffna@softlogicfinance.lk
14	Kadawatha	No.139/7D, Kandy Road, Kadawatha	011-2923011	011-2923013	kadawatha@softlogicfinance.lk
15	Kalutara	No: 264, Galle Road, Kalutara South, Kalutara	034-2224714	034-2223262	kalutara@softlogicfinance.lk
16	Kandy	No: 165, Kotugodella Street, Kandy	081-2224912	081-2224916	kandy@softlogicfinance.lk
17	Kotahena	No.244, George R De Silva Mawatha, Colombo 13	011-2462819	011-2337040	kotahena@softlogicfinance.lk
18	Kottawa	No: 87/A, Highlevel Road, Kottawa	011-2178464	011-2842824	kottawa@softlogicfinance.lk
19	Kurunegala	No: 13, Rajapihilla Road, Kurunegala	037-2232875	037-2232565	kurunegala@softlogicfinance.lk
20	Matale	No: 253, Main Street, Matale	066-2226461	066-2228863	matale@softlogicfinance.lk
21	Matara	No: 08A KKK Building, Station Road Matara	041-2220195	041-2227257	matara@softlogicfinance.lk
22	Nawala	No: 305B, Nawala Road, Nawala	011-2807080	011-2807082	nawala@softlogicfinance.lk
23	Negombo	86 Josephs Street Negombo	031-2224714	031-2224716	negombo@softlogicfinance.lk
24	Nuwara Eliya	No: 72, Kandy Road, Nuwara Eliya	052-2223382	052-2223383	nuwaraeliya@softlogicfinance.lk
25	Polonnaruwa	No: 125, Batticaloa Road, Polonnaruwa	027-2226727	027-2225909	polonnaruwa@softlogicfinance.lk
26	Ratnapura	No. 374, Main Street, Kudugalwatta, Ratnapura	045-2230677	045-2223574	rathnapura@softlogicfinance.lk
27	Thissamaharama	No: 28, Main Street, Thissamaharama	047-2239933	047-2239504	tissamaharama@softlogicfinance.lk
28	Wattala	No: 182, Negombo Road, Wattala	011-2051660	011-2051676	wattala@softlogicfinance.lk
29	Weligama	No: 2, Matara Road, Weligama	041-2252888	041-2260523	weligama@softlogicfinance.lk
30	Mawanella	No: 131,132, Kandy Road, Mawanella	035-2247304		mawanella@softlogicfinance.lk