



SOFTLOGIC FINANCE PLC

INTERIM FINANCIAL STATEMENTS
For the Year ended 31st March 2020

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

SOFTLOGIC FINANCE PLC
STATEMENT OF COMPREHENSIVE INCOME
YEAR ENDED 31ST MARCH 2020

	Quarter ended 31st March		Year ended 31st March	
	2020 Unaudited	2019 Unaudited	2020 Audited	2019 Audited
Income	794,480,188	1,063,661,979	3,816,976,160	4,018,892,071
Interest income	750,991,144	991,492,349	3,607,233,872	3,674,449,559
Interest expenses	(591,927,806)	(659,539,483)	(2,516,526,516)	(2,490,557,311)
Net interest income	159,063,338	331,952,866	1,090,707,356	1,183,892,248
Fee and commission income	25,589,386	58,994,531	187,167,602	330,611,146
Net trading income/(Loss)	2,035,542	2,621,889	2,276,342	2,828,289
Other operating income	15,864,116	10,553,211	20,298,345	11,003,077
Total operating income	202,552,382	404,122,497	1,300,449,644	1,528,334,760
Impairment (charge)/ reversal for loans and other losses	(329,297,691)	(169,343,353)	(390,137,066)	(189,681,870)
Net Operating Income / (loss)	(126,745,310)	234,779,144	910,312,578	1,338,652,890
Operating expenses				
Personnel costs	(112,987,087)	(85,520,459)	(445,327,510)	(447,994,097)
Depreciation of property, plant and equipment	(13,463,779)	(8,646,357)	(55,223,848)	(56,276,750)
Amortization of intangible assets	(10,750,978)	(3,936,951)	(19,535,229)	(15,946,644)
Other operating expenses	(242,013,798)	(225,184,360)	(875,758,314)	(753,962,336)
Operating profit / (loss) before VAT, NBT and DRL on Financial services	(505,960,950)	(88,508,983)	(485,532,323)	64,473,064
VAT, NBT and DRL on financial services	7,082,657	32,300,090	(53,080,605)	(1,358,065)
Profit / (loss) before income tax	(498,878,294)	(56,208,892)	(538,612,928)	63,114,999
Income tax Reversal/ (expense)	109,576,836	149,973,825	204,653,631	140,854,189
Profit / (loss) for the period	(389,301,458)	93,764,933	(333,959,297)	203,969,188
Other comprehensive income/ (expenses)				
Other comprehensive income that may be reclassified to income statement in subsequent periods				
Net gain/(loss) on financial instruments at fair value through other comprehensive income	-	-	-	-
Net Other comprehensive income that may be reclassified to income statement in subsequent periods	-	-	-	-
Other comprehensive income that will not be reclassified to income statement in subsequent periods				
Net gain / (loss) on equity instruments at fair value through other comprehensive income	4,972,900	(11,306,558)	10,582,405	(43,293,441)
Actuarial gain/(loss) on post employment benefit obligations net of Tax	(5,986,698)	304,102	(5,986,698)	304,102
Deferred tax on Capital gain arising on revaluation of land & Building	(4,340,000)	(4,760,000)	(4,340,000)	(4,760,000)
Gain/(Loss) arising on revaluation of land and Building	15,500,000	17,000,000	15,500,000	17,000,000
Net other comprehensive income that will not be reclassified to income statement in subsequent periods	10,146,202	1,237,544	15,755,707	(30,749,339)
Other comprehensive income for the Period , net of tax	10,146,202	1,237,544	15,755,707	(30,749,339)
Total comprehensive income/(expenses) for the Period	(379,155,255)	95,002,477	(318,203,590)	173,219,849
Basic earnings per Share (Rs.) - Annualised	(15.06)	5.52	(4.29)	3.00

SOFTLOGIC FINANCE PLC
STATEMENT OF FINANCIAL POSITION
AS AT 31st March 2020

Page 3

Rs.

	31/03/2020 Audited	31/03/2019 Audited
ASSETS		
Cash and Cash Equivalents	389,597,258	709,894,804
Placements with Banks and Other Finance Companies	2,415,595,581	1,746,576,996
Financial assets measured at fair value through other comprehensive income (FVTOCI)	136,137,280	224,854,875
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	2,160,284,390	1,965,993,672
Financial Assets at Amortised Cost - Loans and Receivables	14,552,098,937	16,052,231,666
Deferred tax asset	338,714,679	136,072,888
Intangible Assets	182,035,815	59,186,081
Property, Plant & Equipment	493,551,515	512,018,453
Right of Use Assets	176,873,492	-
Other Assets	901,703,139	997,771,762
TOTAL ASSETS	21,746,592,087	22,404,601,196
LIABILITIES		
Bank Overdraft	65,076,586	818,689,936
Financial Liabilities at Amortised Cost - Interest bearing Borrowings to Banks	946,175,712	1,376,166,041
Financial Liabilities at Amortised Cost - Deposits due to Customers	17,063,396,151	17,115,400,246
Financial Liabilities at Amortised Cost - Other Borrowed Funds	1,167,774,067	1,147,849,946
Other Liabilities	241,919,647	157,322,641
Lease Liability	174,215,505	-
Retirement Benefit Obligations	47,045,376	32,474,984
TOTAL LIABILITIES	19,705,603,044	20,647,903,794
SHARE HOLDERS' FUNDS		
Stated Capital	2,604,765,231	2,002,269,999
Statutory Reserve Fund	260,448,732	260,448,732
Retained Earnings	(855,686,994)	(515,741,000)
Revaluation Reserve	126,649,682	115,489,682
Available For Sale Reserve	(95,187,607)	(105,770,012)
TOTAL SHAREHOLDERS' FUNDS	2,040,989,044	1,756,697,401
TOTAL LIABILITIES AND SHARE HOLDERS' FUNDS	21,746,592,087	22,404,601,196
Commitments and contingencies	563,329,685	177,451,688
Net Assets Value Per Share	19.74	25.86

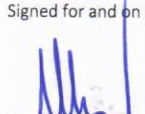
The information contained in these statements have been extracted from the Audited Financial Statements of the Company unless indicated as "Unaudited"

CERTIFICATION:

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


D.S. Athukorala
Chief Manager

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 : 06th August 2020


Priyantha Wijesekera
CEO/Director

SOFTLOGIC FINANCE PLC
STATEMENT OF CASH FLOWS
YEAR ENDED 31ST MARCH 2020

	Rs.	
	31/03/2020	31/03/2019
	Audited	Audited
Cash flows from operating activities		
Net profit/(Loss) before taxation	(538,612,928)	63,114,999
Adjustments for ,		
Depreciation	55,223,848	65,458,955
Amortization of intangible assets	19,535,229	6,764,438
Profit on disposal of property, plant and equipment	(4,434,229)	(427,716)
(Profit)/loss from sale of vehicles & real estate	(1,597,736)	-
Impairment charge bad and doubtful debts	390,137,066	189,681,870
Provision for defined benefit plans	12,510,739	9,567,417
Interest expenses	2,516,526,516	2,490,557,311
Operating profit before working capital changes	2,449,288,506	2,824,717,274
(Increase)/Decrease in Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	(235,052,899)	(381,622,161)
(Increase)/Decrease in Financial Assets at Amortised Cost - Loans and Receivables	988,723,199	(1,191,289,509)
(Increase)/Decrease in Placements with Banks and Other Finance Companies	(669,018,585)	96,018,172
(Increase)/Decrease in financial investments - Available for sale	88,717,595	43,293,441
(Increase)/Decrease in other non financial assets	96,068,623	(337,228,224)
(Decrease)/Increase in amounts due to customers	(52,004,095)	723,452,957
(Decrease)/Increase in other non financial liabilities	316,988,705	95,241,740
Cash generated from operations	2,983,711,048	1,872,583,690
Interest paid	(2,516,526,516)	(2,490,557,311)
Defined benefit plan costs paid	(7,837,605)	(5,434,687)
Net cash generated from operating activities	459,346,927	(623,408,308)
Cash flows from investing activities		
Purchase of property, plant and equipment & Intangible Assets	(166,257,636)	(39,443,739)
Proceeds from disposal of property, plant and equipment	7,050,000	1,842,489
Net cash used in investing activities	(159,207,636)	(37,601,250)
Cash flows from financing activities		
Proceed from long term borrowings-Bank Loan	3,218,200,000	3,100,000,000
Repayment of long term borrowings- Bank Loan	(2,628,498,007)	(2,350,000,000)
Rights issue of shares	602,495,232	-
Repayment/Repurchase of Debentures	(759,090,000)	(565,880,000)
Repayment of other borrowed funds	(299,930,712)	(134,399,450)
Net cash (used in) / generated from financing activities	133,176,513	49,720,550
Net Increase/ (decrease) in cash and cash equivalents	433,315,804	(611,289,009)
Cash and cash equivalents at the beginning of the year	(108,795,132)	502,493,877
Cash and cash equivalents at the end of the period	324,520,672	(108,795,132)
Reconciliation of cash and cash equivalents		
Cash, bank balance and short term investments	389,597,258	709,894,804
Bank overdrafts	(65,076,586)	(818,689,936)
Cash and cash equivalents at the end of the period	324,520,672	(108,795,132)

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

Page 5

						Rs.
	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	Available for Sale Reserve	Retained Earnings	Total
Balance as at 01 April 2018	2,002,269,999	219,654,894	103,249,682.00	(62,476,571)	17,751,860	2,280,449,864
Error Correction on Impairment	-	-	-	-	(150,452,874)	(150,452,874)
Adjusted balance as at 01 April 2018	2,002,269,999	219,654,894	103,249,682	(62,476,571)	(132,701,014)	2,129,996,990
Impact of adopting SLFRS 9 as at 1 April 2018	-	-	-	-	(546,519,438)	(546,519,438)
Restated balance under SLFRS 9 as at 1 April 2018	2,002,269,999	219,654,894	103,249,682	(62,476,571)	(679,220,452)	1,583,477,552
Profit for the year	-	-	-	-	203,969,188	203,969,188
Other comprehensive income, net of tax	-	-	12,240,000	(43,293,441)	304,102	(30,749,339)
Transfer to Statutory Reserve Fund	-	40,793,838	-	-	(40,793,838)	-
Dividend paid	-	-	-	-	-	-
Balance as at 31 March 2019	2,002,269,999	260,448,732	115,489,682	(105,770,012)	(515,741,000)	1,756,697,401
Balance as at 1 April 2019	2,002,269,999	260,448,732	115,489,682	(105,770,012)	(515,741,000)	1,756,697,401
Profit for the year	-	-	-	-	(333,959,297)	(333,959,297)
Other comprehensive income, net of tax	-	-	11,160,000	10,582,405	(5,986,698)	15,755,707
Transfer to Statutory Reserve Fund	-	-	-	-	-	-
Rights Issue of shares	602,495,232	-	-	-	-	602,495,232
Balance as at 31 March 2020	2,604,765,231	260,448,732	126,649,682	(95,187,607)	(855,686,994)	2,040,989,044

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

Market Price per Share (Rs.)		
Highest	17.90	
Lowest	11.50	
Closing	11.50	
	CRL-BC-29/08/19 A-10	CRL-BC-29/08/19 B-7.69
Market Price per Debenture (Rs.)		
Highest	100.00	100.00
Lowest	100.00	100.00
Closing	100.00	100.00
	CRL-BC-29/08/19 A-10	CRL-BC-29/08/19 B-7.69
Interest yield as at date of last trade / Yield To Maturity of Trade Done		
Interest Rate	10.00	9.67
Interest Yield	10.00	9.67
Last Traded Date	27/02/2019	06/06/2018
Interest Rate of Comparable Government Securities - Gross rates		
	%	
3 Year Treasury Bond	8.91%	
5 Year Treasury Bond	9.41%	
Ratios		
Debt to equity ratio (Times)	9.65	
Liquid assets ratio (%) – Statutory Minimum 10%	15.34	
Interest cover (Times)	0.79	

3. There are no changes in the accounting policies and methods of computations since the publication of audited financials 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 Audited Financial statement 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.

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 30 June 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) and Economic Factor Adjustment computed in 31 December 2019 to assess the expected credit losses as at 31 March 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 March 2020 to capture potential impact of COVID 19.

9. Twenty Major Shareholders as at 31st March 2020

Name	No. of Shares	(%)
SOFTLOGIC CAPITAL PLC	42,661,852	41.27
PAN ASIA BANKING CORPORATION PLC/SOFTLOGIC CAPITAL PLC	32,740,582	31.67
SOFTLOGIC LIFE INSURANCE PLC-A/C NO. 04 (PARTICIPATING FUND)	6,033,858	5.84
VANIK INCORPORATION LTD	5,376,068	5.20
MR. KULAPPUARACHCHIGE DON DAMMIKA PERERA	3,276,253	3.17
L.B. FINANCE LIMITED.	2,090,000	2.02
MR.SUBRAMANIAM VASUDEVAN & MRS.V.SARASWATHI	1,503,348	1.45
SOFTLOGIC HOLDINGS PLC	1,186,909	1.15
MR. MURUGESU MAHIBALAN	863,516	0.84
DEUTSCHE BANK AG SINGAPORE A/C 2 (DCS CLT ACC FOR DEUTSCHE BANK AG SINGAPORE- PWM WM CLIENT)	592,875	0.57
PEOPLE'S LEASING & FINANCE PLC/L.P.HAPANGAMA	587,912	0.57
MR.SHANKER VARADANANDA SOMASUNDERAM	500,000	0.48
PEOPLES BANK/ MR. ASOKA KARIYAWASAM PATHIRAGE	346,956	0.34
HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	300,000	0.29
SAMPATH BANK PLC/CAPITAL TRUST HOLDINGS LIMITED	243,006	0.24
SAMPATH BANK PLC/ MR. SITHAMPALAM ABISHEK	159,782	0.15
ASSETLINE LEASING CO. LTD/R.K.R. PATHIRANAGE	152,166	0.15
MR.THARMALINGAM LOGANATHAN	142,073	0.14
MRS. PAMELA CHRISTINE COORAY	132,444	0.13
HATTON NATIONAL BANK PLC/SANKA RAMOORTHY NADARAJ KUMAR	120,603	0.12
	99,010,203	95.78
Others	4,359,077	4.22
Total	103,369,280	100.00

10. Directors' Shareholding as at 31st March 2020

Names of Directors	No. of Shares	(%)
1. Mr. A. Russell Davison (Appointed as Chairman since 24.10.2019)	Nil	Nil
2. Mr. M.H Priyantha Wijesekera (Appointed as Director / CEO since 01.03.2020)	Nil	Nil
3. Mr. N. H. G. Wijekoon - Former CEO (Resigned since 01.03.2020)	19,962	0.02
4. Mr. H. K. Kaimal	Nil	Nil
5. Mr. D. T. C. Soza (Resigned since 23.03.2020)	Nil	Nil
6. Mr. Nilantha Bastian (Resigned since 30.04.2020)	Nil	Nil
7. Mr. Manilka Fernando (Appointed as Independent Non Executive Director Since 15.11.2019)	Nil	Nil
8. Mr. Dinesh P. Renganathan (Appointed as Independent Non Executive Director Since 15.11.2019)	Nil	Nil

11. Public shareholding as at 31st March 2020

Public holding	20,399,123	19.73%
Number of public shareholders	1,526	

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

	Threshold	Compliance (Y/N)	Value
Float adjusted market Capitalization (Rs)	Less than 1 Bn	Yes	234,587,278
Minimum Public Holding (%)	Minimum 10%	Yes	19.73%

The Company is Compliant with Option 2 of the Listing rules 7.13.1(b), Where the Float Adjusted Market Capitalization is less than Rs 1 Bn and requires a minimum 10% public holding

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. 55,754,266

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. -
Savings Deposits Rs. 15,153

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, 2019.

Rs.

Company	Relationship	(Receivables) / Payables	Loans, Advances & Investments	Borrowings / Deposits	Income Earned	Cost Incurred	Plant & Equip. Purchased / (sold)
Softlogic Capital PLC	Parent Company	884,958	-	-	-	1,066,884	-
Softlogic Corporate Services (Pvt) Ltd	Affiliated Company	511,017	-	-	-	3,457,854	-
Softlogic Stock Brokers (Pvt) Ltd	Group Company	-	-	-	-	2,013,487	-
Softlogic Holdings PLC	Ultimate Parent Company	716,818	-	-	-	724,108	-
Softlogic Retail (Pvt) Ltd	Affiliated Company	(1,582,858)	195,000,000	16,912,343	45,128,766	3,670,665	1,801,799
Softlogic Communications (Pvt) Ltd	Affiliated Company	(1,129,959)	-	-	-	-	-
Softlogic Computers (Pvt) Ltd	Affiliated Company	-	-	-	-	464,543	21,725
Softlogic Brands (Pvt) Ltd	Affiliated Company	-	175,000,000	-	31,653,437	-	-
Softlogic Information Technologies (Pvt) Ltd	Affiliated Company	1,943,521	-	-	-	-	2,550,328
Softlogic Automobiles (Pvt) Ltd	Affiliated Company	-	-	-	636,088	-	-
Softlogic Mobile Distributors (Pvt) Ltd	Affiliated Company	-	-	-	-	-	-
Softlogic BPO Services (Pvt) Ltd	Affiliated Company	3,539,791	2,750,000	-	34,375	18,565,022	-
Softlogic Destination Management (Pvt) Ltd	Affiliated Company	-	-	-	-	-	-
Softlogic Asset Management Ltd	Affiliated Company	-	-	28,514,633	-	1,925,887	-
Central Hospital Ltd	Affiliated Company	73,450	-	-	-	265,023	-
Softlogic Life Insurance PLC	Affiliated Company	-	-	-	-	13,431,102	-
Nextage (Pvt) Ltd	Affiliated Company	336,884	-	-	-	1,037,902	-
BPM One (Pvt) Ltd	Affiliated Company	-	-	-	-	-	-
Future Automobiles (Pvt) Ltd	Affiliated Company	1,410,072	-	-	-	5,369,357	-
Suzuki Motors Lanka (Pvt)Ltd	Affiliated Company	-	-	1,527,876	-	133,758	-

14 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.

Rs.								
Objective number	Objective as per Circular	Amount allocated as per Circular	Proposed date of utilisation as per Circular	Amount allocated from proceeds (A)	% of total proceeds	Amount utilised (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		

15 Error Corection on Impairment

Reconciliation of error correction on Impairment related to Financial year 2017/18 as follows

At the initial point of forecasting future cash flows for financial year ended 31.03.2018, the company had not taken in to consideration, certain available information. Therefore in order to rectify this error, the company has re-forecasted the relevant future cash flows and made the necessary adjustments as follows,

Rs.						
	Balance as at 31.03.2018	Impairment Correction	Net of First Time Adoption	Adjusted Balance as at 31.03.2018	Charge during the year 18/19	Adjusted Balance as at 31.03.2019
Loans	751,630,185	148,900,975	128,968,792	1,029,499,952	121,898,785	1,151,398,737
Lease & Hire Purchase	127,398,787	1,551,899	(99,723,856)	29,226,830	80,337,041	109,563,871
Other	111,142,462	-	9,127,639	120,270,101	(12,553,958)	107,716,143
	990,171,434	150,452,874	38,372,575	1,178,996,883	189,681,869	1,368,678,752

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 March	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	493,350,206	402,528,292	764,329,434	569,532,614	2,127,723,899	2,508,569,471	-	-	3,385,403,539	3,480,630,377
Investment Income	-	-	-	-	-	-	221,830,332	193,819,182	221,830,332	193,819,182
Fee and Commission Income	32,248,778	35,377,180	50,276,159	32,927,730	63,857,485	182,176,541	40,785,181	80,129,694	187,167,602	330,611,145
Other Operating Income	-	-	-	-	-	-	22,574,687	13,831,365	22,574,687	13,831,365
Total Revenue	525,598,984	437,905,472	814,605,592	602,460,344	2,191,581,384	2,690,746,013	287,812,090	287,780,241	3,819,598,050	4,018,892,069
Profit Before Income Tax	(74,116,282)	6,877,120	(114,869,967)	9,461,385	(309,041,436)	42,257,027	(40,585,242)	4,519,467	(538,612,928)	63,114,999
Income Tax (Expense)/Reversal									204,653,631	140,854,189
Profit After Tax									(333,959,297)	203,969,188
Segment Assets	2,160,284,390	1,965,993,672	3,966,669,850	3,031,248,323	10,585,429,088	12,588,165,906	5,034,208,760	4,819,193,295	21,746,592,087	22,404,601,196
Segment Liabilities	1,957,534,610	1,811,844,265	3,594,384,865	2,793,574,552	9,591,951,824	11,601,154,437	4,561,731,745	4,441,330,540	19,705,603,044	20,647,903,794

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

Legal Advisors to the Company

Nithya Partners

Board of Directors

Mr. A. Russell Davison (Appointed as Chairman since 24.10.2019)
 Mr. M.H Priyantha Wijesekera (Appointed as Director / CEO since 01.03.2020)
 Mr. N. H. G. Wijekoon - Former CEO (Resigned since 01.03.2020)
 Mr. H. K. Kaimal
 Mr. D. T. C. Soza (Resigned since 23.03.2020)
 Mr. Nilantha Bastian (Resigned since 04.08.2020)
 Mr. Manilka Fernando (Appointed as Independent Non Executive Director Since 15.11.2019)
 Mr. Dinesh P. Renganathan (Appointed as Independent Non Executive Director Since 15.11.2019)

Branch Network

No	Branch	Address	Telephone Number	Fax Number	Email
1	Anuradhapura	No: 561/11, Maithreepala Senanayake Mw, New Town, Anuradhapura	025-2226279	025-2234743	anuradhapura@softlogicfinance.lk
2	Badulla	No: 38, Anagarika Dharmapala Mw, 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	No 47, Darmapala Mawatha, Colombo 07	011-2303373	011-2303363	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, Ratnapura 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, Bauddhaloka 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, Stanly Road, Jaffna	021-2219444	021-2219666	jaffna@softlogicfinance.lk
15	Kadawatha	No: 139/7/D, 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, Katugodella 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	011-2337040		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: 8A, 1 st Floor, F N Building, Station Road , Matara	041-2220195	041-2227257	matara@softlogicfinance.lk
24	Matara Metro	No: 382A, Galle Rd, Pamburana, Matara	041-2238690	041-2238691	matarametro@softlogicfinance.lk
25	Nawala	No: 305B, Nawala Road, Nawala	011-2807080	011-2807082	nawala@softlogicfinance.lk
26	Negombo	No: 406/1, Udayarthoppuwa Road, Negombo	031-2224714	031-2224716	negombo@softlogicfinance.lk
27	Nuwara Eliya	No: 72, Kandy Road, Nuwara Eliya	052-2223382	052-2223383	nuwaraeliya@softlogicfinance.lk
28	Bambalapitiya	No. 292/B, Galle Road, Colombo 04	011-2367901	011-2055517	pamankada@softlogicfinance.lk
29	Grandpass	No. 408 Grandpass road Colombo 14	011-2334461	011-2334549	pettah@softlogicfinance.lk
30	Polonnaruwa	No: 125, Batticaloa Road, Polonnaruwa	027-2226727	027-2225909	polonnaruwa@softlogicfinance.lk
31	Ratnapura	No: 1/200, Ground Floor, Main Street, Ratnapura	045-2230677	045-2223574	rathnapura@softlogicfinance.lk
32	Senkadagala	No: 288, Katugastota Road, Kandy	081-2232601	081-2232603	senkadagala@softlogicfinance.lk
33	Thissamaharama	No: 28, Main Street, Thissamaharama	047-2239933	047-2239504	tissamaharama@softlogicfinance.lk
34	Wattala	No: 180, Negombo Road, Wattala	011-2051660	011-2051676	wattala@softlogicfinance.lk
35	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		