

LB FINANCE PLC

PUBLICATION OF FINANCIAL STATEMENTS AS PER SECTION 29(5) OF THE FINANCE BUSINESS ACT NO.42 OF 2011



Key Financial Data for the Period Ended 30 September (Unaudited) In Rupees Million	Company		Group	
	Current Period	Previous Period	Current Period	Previous Period
	From 01.04.2022 to 30.09.2022	From 01.04.2021 to 30.09.2021	From 01.04.2022 to 30.09.2022	From 01.04.2021 to 30.09.2021
Interest Income	17,278	12,618	17,433	12,646
Interest Expenses	(8,129)	(4,277)	(8,155)	(4,285)
Net Interest Income	9,149	8,341	9,278	8,361
Other Income	1,631	1,019	1,646	1,014
Gains/(Losses) from Trading Activities	3	(3)	3	(3)
Operating Expenses (Excluding Impairment)	(3,423)	(2,938)	(3,550)	(2,975)
Impairment	(439)	(760)	(404)	(703)
Profit/(Loss) before Tax	6,921	5,659	6,973	5,694
Taxes	(2,884)	(2,246)	(2,895)	(2,243)
Profit/(Loss) after Tax	4,037	3,413	4,078	3,451

Key Financial Data as at 30 September (Unaudited)	Company		Group	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021
	Rs.(Mn)	Rs.(Mn)	Rs.(Mn)	Rs.(Mn)
Assets				
Cash and Bank Balance	6,314	11,653	6,406	11,856
Due from Related Parties	32	82	32	59
Loans (Excluding Due from Related Parties)	144,544	117,831	145,706	118,327
Investments in Equity	1,048	603	126	82
Term Placements with Banks and Other Institutions	13,518	3,758	13,518	3,758
Investment Properties and Real Estate	-	-	71	-
Property, Plant and Equipment	8,510	8,537	8,662	8,549
Other Assets	1,084	964	1,316	969
Total Assets	175,050	143,428	175,837	143,600
Liabilities				
Due to Banks	26,528	17,702	26,532	17,746
Deposits from Customers	100,542	84,222	100,879	84,285
Other Borrowings	8,402	6,153	8,402	6,153
Other Liabilities	5,898	5,969	5,997	5,983
Total Liabilities	141,370	114,046	141,810	114,167
Equity				
Stated Capital	838	838	838	838
Statutory Reserve Fund	8,319	8,366	8,319	8,366
Retained Earnings	24,577	20,270	24,538	20,354
Other Reserves	(54)	(92)	231	(125)
Total Equity Attributable to Equity Holders of the Company	33,680	29,383	33,926	29,433
Non Controlling Interest	-	-	101	-
Total Equity	33,680	29,382	34,027	29,433
Total Liabilities and Equity	175,050	143,428	175,837	143,600
Net Assets Value per Share (Rs.)	60.79	53.03	61.23	53.12

Selected Key Performance Indicators Item	Company			
	As at 30.09.2022		As at 30.09.2021	
	Required	Actual	Required	Actual
Regulatory Capital Adequacy (%)				
Tier 1 Capital Adequacy Ratio	10.00%	23.84%	8.00%	21.48%
Total Capital Adequacy Ratio	14.00%	24.81%	12.00%	22.94%
Capital Funds to Deposit Liabilities Ratio	10.00%	33.50%	10.00%	34.89%
Quality of Loan Portfolio (%)				
Gross Non-Performing Loans Ratio		4.81%		6.65%
Net Non-Performing Loans Ratio		-0.33%		0.88%
Net Non-Performing Loans to Core Capital Ratio		-1.73%		4.30%
Provision Coverage Ratio		106.89%		86.81%
Profitability (%)				
Net Interest Margin		11.59%		12.76%
Return on Assets		4.76%		4.81%
Return on Equity		24.20%		23.23%
Cost to Income Ratio		31.74%		31.40%
Liquidity (%)				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)		155.94%		165.64%
Liquid Assets to External Funds		12.21%		13.73%
Memorandum Information				
Number of Branches		188		173
External Credit Rating (Fitch Ratings)		A- lka (RWN)		A- lka

The Company does not have any regulatory penalties or regulatory restrictions on deposits, borrowings and lending during the period ended 30th September 2022 and 2021.

CERTIFICATION:
We, the undersigned, being the Managing Director, the Chief Financial Officer and the Compliance Officer of L B Finance PLC certify jointly that:

(a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka (CBSL);

(b) the information contained in these statements have been extracted from the unaudited financial statements of L B Finance PLC unless indicated as audited.

(Sgd)
J A S Sumith Adhihetty
Managing Director
19 October 2022

(Sgd)
Malith Hewage
Chief Financial Officer
19 October 2022

(Sgd)
Varuna Perera
Compliance Officer
19 October 2022



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A- lka (RWN) by Fitch Ratings

- Bronze award winner in Overall Excellence for the second consecutive year and Gold award winner in Finance and Leasing Sector for the fourth consecutive year at the CA Sri Lanka Annual Report Awards
- Gold award winner in Overall Excellence at the CMA Sri Lanka Annual Report Awards 2021