

# 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 01.04.2024 to 30.09.2024	From 01.04.2023 to 30.09.2023	From 01.04.2024 to 30.09.2024	From 01.04.2023 to 30.09.2023
Interest Income	20,851	23,451	21,038	23,625
Interest Expenses	(8,436)	(11,656)	(8,479)	(11,696)
<b>Net Interest Income</b>	<b>12,415</b>	<b>11,795</b>	<b>12,559</b>	<b>11,929</b>
Other Income	2,001	1,391	2,021	1,407
Gains/(Losses) from Trading Activities	1	6	1	6
Operating Expenses (Excluding Impairment)	(4,775)	(4,136)	(4,919)	(4,260)
Impairment	(157)	(257)	(148)	(263)
<b>Profit/(Loss) before Tax</b>	<b>9,485</b>	<b>8,799</b>	<b>9,514</b>	<b>8,819</b>
Taxes	(4,797)	(4,398)	(4,809)	(4,408)
<b>Profit/(Loss) after Tax</b>	<b>4,688</b>	<b>4,401</b>	<b>4,705</b>	<b>4,411</b>

Key Financial Data as at 30 September (Unaudited)	Company		Group	
	30.09.2024 Rs.(Mn)	30.09.2023 Rs.(Mn)	30.09.2024 Rs.(Mn)	30.09.2023 Rs.(Mn)
<b>Assets</b>				
Cash and Bank Balance	7,129	5,125	7,224	5,362
Due from Related Parties	13	11	13	11
Loans (Excluding Due from Related Parties)	178,398	146,643	179,654	147,877
Investments in Equity	697	1,047	176	125
Term Placements with Banks and Other Institutions	13,279	15,955	13,279	15,955
Investment Properties and Real Estate	5	-	5	5
Property, Plant and Equipment	9,262	8,733	9,280	8,888
Other Assets	2,072	1,933	2,102	2,091
<b>Total Assets</b>	<b>210,855</b>	<b>179,447</b>	<b>211,733</b>	<b>180,314</b>
<b>Liabilities</b>				
Due to Banks	22,916	14,864	23,239	15,099
Deposits from Customers	127,610	114,836	127,825	115,046
Other Borrowings	5,993	2,705	5,993	2,705
Other Liabilities	7,956	7,304	8,000	7,411
<b>Total Liabilities</b>	<b>164,475</b>	<b>139,709</b>	<b>165,057</b>	<b>140,261</b>
<b>Equity</b>				
Stated Capital	838	838	838	838
Statutory Reserve Fund	9,252	8,760	9,252	8,760
Retained Earnings	36,330	30,195	36,505	30,218
Other Reserves	(40)	(55)	81	136
<b>Total Equity Attributable to Equity Holders of the Company</b>	<b>46,380</b>	<b>39,738</b>	<b>46,676</b>	<b>39,952</b>
<b>Non Controlling Interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>101</b>
<b>Total Equity</b>	<b>46,380</b>	<b>39,738</b>	<b>46,676</b>	<b>40,053</b>
<b>Total Liabilities and Equity</b>	<b>210,855</b>	<b>179,447</b>	<b>211,733</b>	<b>180,314</b>
<b>Net Assets Value per Share (Rs.)</b>	<b>83.71</b>	<b>71.72</b>	<b>84.24</b>	<b>72.11</b>

Selected Key Performance Indicators Item	Company			
	As at 30.09.2024		As at 30.09.2023	
	Required	Actual	Required	Actual
<b>Regulatory Capital Adequacy (%)</b>				
Tier 1 Capital Adequacy Ratio	10.00%	27.83%	10.00%	26.67%
Total Capital Adequacy Ratio	14.00%	28.64%	14.00%	27.31%
Capital Funds to Deposit Liabilities Ratio	10.00%	36.34%	10.00%	34.60%
<b>Quality of Loan Portfolio (%)</b>				
Gross Stage 3 Loans Ratio		2.92%		6.95%
Net Stage 3 Loans Ratio		0.97%		4.28%
Net Stage 3 Loans to Core Capital Ratio		4.28%		18.41%
Stage 3 Impairment Coverage Ratio		68.10%		41.42%
Total Impairment Coverage Ratio		4.06%		4.86%
<b>Profitability (%)</b>				
Net Interest Margin		12.86%		14.10%
Return on Assets		4.54%		4.87%
Return on Equity		20.83%		22.61%
Cost to Income Ratio		33.12%		31.35%
<b>Liquidity (%)</b>				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)		142.14%		160.09%
Liquid Assets to External Funds		11.97%		14.07%
<b>Memorandum Information</b>				
Number of Branches		211		194
External Credit Rating (Fitch Ratings)		BBB+Ika		BBB+Ika
Regulatory Penalties Imposed Last 6 Months (Rs. Mn)		-		0.70

The Company does not have any regulatory restrictions on deposits, borrowings and lending during the period ended 30th September 2024 and 2023.

#### CERTIFICATION:

We, the undersigned, being the Managing Director, the Chief Financial Officer and the Compliance Officer of LB 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 LB Finance PLC unless indicated as audited.

(Sgd)

J A S Sumith Adihetty

**Managing Director**

16 October 2024

(Sgd)

Malith Hewage

**Chief Financial Officer**

16 October 2024

(Sgd)

Varuna Perera

**Compliance Officer**

16 October 2024



LB Finance PLC, 275/75, Prof. Stanley Wijesundara Mw., Colombo 7. | Tel: 0112 200 000 | www.lbfinance.com | LB Finance PLC

BBB+ Ika Stable by Fitch Rating

• Gold award winner in Finance and Leasing Sector for the six consecutive year at the CA Sri Lanka Annual Report Awards