



## **INTERIM FINANCIAL STATEMENTS**

For the twelve months ended 31st March 2023

**VALLIBEL FINANCE PLC**  
**Statement of Financial Position**

Amounts in Rupees '000

	Company			Group		
	As at 31st March 2023	As at 31st March 2022 (Audited)	Change %	As at 31st March 2023	As at 31st March 2022 (Audited)	Change %
<b>Assets</b>						
Cash and Cash Equivalents	2,332,724	877,638	165.8	2,339,453	900,930	159.7
Placements with Banks and Other Finance Companies	9,860,927	4,167,388	136.6	9,860,927	4,167,388	136.6
Reverse Repurchase Agreements	-	1,770,612	(100.0)	-	1,780,761	(100.0)
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	1,498,553	314,015	377.2	1,501,875	796,422	88.6
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	50,581,535	50,691,039	(0.2)	50,581,535	50,691,039	(0.2)
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	10,789,860	14,973,325	(27.9)	10,789,860	14,973,325	(27.9)
Financial Investments Measured at Fair Value Through Other Comprehensive Income	204	1,737,815	(100.0)	204	1,737,815	(100.0)
Financial Assets at Amortised Cost - Debt and other Financial Instruments	4,169,489	100,424	4,051.9	4,169,489	100,424	4,051.9
Financial Assets at Amortised Cost - Other Financial Assets	28,698	13,648	110.3	28,698	13,648	110.3
Investment in a Subsidiary	0	0	-	-	-	-
Investment Property	1,179,500	1,179,500	-	-	-	-
Property, Plant and Equipment	772,846	756,193	2.2	3,974,430	3,208,303	23.9
Right of Use Lease Assets	748,848	781,225	(4.1)	748,848	781,225	(4.1)
Intangible Assets	18,458	28,672	(35.6)	18,458	28,672	(35.6)
Deferred Tax Assets	107,520	141,915	(24.2)	110,489	143,203	(22.8)
Other Assets	234,912	156,803	49.8	227,906	156,828	45.3
<b>Total Assets</b>	<b>82,324,074</b>	<b>77,690,211</b>	<b>6.0</b>	<b>84,352,172</b>	<b>79,479,983</b>	<b>6.1</b>
<b>Liabilities</b>						
Bank Overdrafts	1,561,119	1,062,547	46.9	1,561,119	1,062,547	46.9
Rental Received in Advance	176,943	227,759	(22.3)	176,943	227,759	(22.3)
Financial Liabilities at Amortised Cost - Deposits due to Customers	49,659,457	41,021,170	21.1	49,659,457	41,021,170	21.1
Financial Liabilities at Amortised Cost - Interest bearing Borrowings	13,888,909	20,034,340	(30.7)	15,954,588	21,835,484	(26.9)
Subordinated Term Debts	3,163,398	2,012,844	57.2	3,163,398	2,012,844	57.2
Lease Liabilities	912,495	858,556	6.3	912,495	858,556	6.3
Current Tax Liabilities	547,185	604,894	(9.5)	547,185	604,894	(9.5)
Deferred Tax Liabilities	284,919	142,581	99.8	284,919	142,581	99.8
Other Liabilities	955,907	989,545	(3.4)	947,569	990,488	(4.3)
Retirement Benefit Obligations	86,818	80,825	7.4	86,818	80,825	7.4
<b>Total Liabilities</b>	<b>71,237,150</b>	<b>67,035,061</b>	<b>6.3</b>	<b>73,294,491</b>	<b>68,837,148</b>	<b>6.5</b>
<b>Equity</b>						
Stated Capital	1,325,918	1,325,918	-	1,325,918	1,325,918	-
Statutory Reserve Fund	1,766,773	1,699,794	3.9	1,766,773	1,699,794	3.9
Other Reserves	164,886	(47,934)	444.0	220,536	12,486	1,666.2
Retained Earnings	7,829,347	7,677,372	2.0	7,744,454	7,604,637	1.8
Total Equity attributable to Equity holders of the Company	<b>11,086,924</b>	<b>10,655,150</b>	<b>4.1</b>	<b>11,057,681</b>	<b>10,642,835</b>	<b>3.9</b>
Non Controlling Interest	-	-	-	-	-	-
<b>Total Equity</b>	<b>11,086,924</b>	<b>10,655,150</b>	<b>4.1</b>	<b>11,057,681</b>	<b>10,642,835</b>	<b>3.9</b>
<b>Total Liabilities and Equity</b>	<b>82,324,074</b>	<b>77,690,211</b>	<b>6.0</b>	<b>84,352,172</b>	<b>79,479,983</b>	<b>6.1</b>
<b>Net Assets Value Per Share (Rs.)</b>	<b>47.09</b>	<b>45.25</b>	<b>4.1</b>	<b>46.96</b>	<b>45.20</b>	<b>3.9</b>

The information contained in these statements have been extracted from the unaudited Financial Statements of Vallibel Finance PLC and the subsidiary unless indicated as audited.

**Certification**

These Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act, No.07 of 2007.




K.D. Menaka Sameera  
**Senior DGM - Finance & Administration**

The Board of Directors is responsible for the preparation and the presentation of these Financial Statements.  
 Approved and signed for and on behalf of the Board ;



S.B. Rangamuwa  
**Managing Director**



S.S. Weerabahu  
**Executive Director**

31st May 2023  
 Colombo

**VALLIBEL FINANCE PLC**
**Statement of Profit or Loss and Other Comprehensive Income**

Amounts in Rupees '000

	Company			Group			Company			Group		
	For the year ended 31st March			For the year ended 31st March			For the quarter ended 31st March			For the quarter ended 31st March		
	2023	2022	Change %	2023	2022	Change %	2023	2022	Change %	2023	2022	Change %
<b>Gross Income</b>	<b>16,704,448</b>	<b>12,066,211</b>	38.4	<b>16,688,866</b>	<b>11,978,477</b>	39.3	<b>4,851,038</b>	<b>3,471,843</b>	39.7	<b>4,844,241</b>	<b>3,384,109</b>	43.1
Interest Income	15,675,717	9,930,098	57.9	15,675,717	9,930,098	57.9	4,598,084	2,768,749	66.1	4,598,084	2,768,749	66.1
Interest Expense	(11,013,954)	(4,234,572)	160.1	(11,013,954)	(4,234,572)	160.1	(3,184,290)	(1,272,563)	150.2	(3,184,290)	(1,272,563)	150.2
<b>Net Interest Income</b>	<b>4,661,764</b>	<b>5,695,526</b>	(18.2)	<b>4,661,764</b>	<b>5,695,526</b>	(18.2)	<b>1,413,795</b>	<b>1,496,186</b>	(5.5)	<b>1,413,794</b>	<b>1,496,186</b>	(5.5)
Fee and Commission Income	511,805	672,707	(23.9)	505,805	672,707	(24.8)	146,081	251,281	(41.9)	141,581	251,281	(43.7)
<b>Net Fee and Commission Income</b>	<b>511,805</b>	<b>672,707</b>	(23.9)	<b>505,805</b>	<b>672,707</b>	(24.8)	<b>146,081</b>	<b>251,281</b>	(41.9)	<b>141,581</b>	<b>251,281</b>	(43.7)
Net Gain / (Loss) from Trading	(126)	13	(1,068.4)	(126)	13	(1,068.4)	164	(529)	(130.9)	164	(529)	(130.9)
Net (Loss) / Gain from other Financial Instruments at FVTPL	(18,597)	33,825	(155.0)	(18,597)	33,825	(155.0)	13,314	15,295	(13.0)	13,314	15,295	(13.0)
Other Operating Income	535,648	1,429,568	(62.5)	526,066	1,341,834	(60.8)	93,395	437,047	(78.6)	91,098	349,313	(73.9)
<b>Total Operating Income</b>	<b>5,690,494</b>	<b>7,831,639</b>	(27.3)	<b>5,674,912</b>	<b>7,743,905</b>	(26.7)	<b>1,666,749</b>	<b>2,199,280</b>	(24.2)	<b>1,659,952</b>	<b>2,111,546</b>	(21.4)
Impairment Charges and Other Credit Losses on Financial Assets	(97,575)	(592,489)	(83.5)	(97,575)	(592,489)	(83.5)	222,446	(66,338)	(435.3)	222,446	(66,338)	(435.3)
<b>Net Operating Income</b>	<b>5,592,919</b>	<b>7,239,150</b>	(22.7)	<b>5,577,337</b>	<b>7,151,417</b>	(22.0)	<b>1,889,195</b>	<b>2,132,942</b>	(11.4)	<b>1,882,398</b>	<b>2,045,208</b>	(8.0)
<b>Expenses</b>												
Personnel Expenses	(1,552,822)	(1,404,670)	10.5	(1,552,829)	(1,404,866)	10.5	(360,025)	(386,290)	(6.8)	(360,032)	(386,291)	(6.8)
Premises Equipment and Establishment Expenses	(291,600)	(221,287)	31.8	(291,600)	(221,287)	31.8	(82,030)	(65,146)	25.9	(82,030)	(65,146)	25.9
Other Operating Expenses	(985,898)	(835,514)	18.0	(988,917)	(837,435)	18.1	(285,157)	(245,971)	15.9	(286,032)	(247,101)	15.8
<b>Operating Profit Before Taxes on Financial Services</b>	<b>2,762,600</b>	<b>4,777,680</b>	(42.2)	<b>2,743,991</b>	<b>4,687,828</b>	(41.5)	<b>1,161,983</b>	<b>1,435,534</b>	(19.1)	<b>1,154,304</b>	<b>1,346,670</b>	(14.3)
Taxes on Financial Services	(697,120)	(783,810)	(11.1)	(697,120)	(783,810)	(11.1)	(258,764)	(245,629)	5.3	(258,764)	(245,629)	5.3
<b>Profit Before Income Tax</b>	<b>2,065,480</b>	<b>3,993,870</b>	(48.3)	<b>2,046,871</b>	<b>3,904,019</b>	(47.6)	<b>903,219</b>	<b>1,189,905</b>	(24.1)	<b>895,540</b>	<b>1,101,041</b>	(18.7)
Income Tax Expense	(725,908)	1,081,972	(167.1)	(719,458)	(1,062,383)	(32.3)	(364,755)	(300,005)	21.6	(368,305)	(280,416)	27.8
<b>Profit for the Period</b>	<b>1,339,572</b>	<b>2,911,898</b>	(54.0)	<b>1,327,413</b>	<b>2,841,635</b>	(53.3)	<b>538,464</b>	<b>889,900</b>	(39.5)	<b>537,235</b>	<b>820,625</b>	(34.5)
<b>Profit Attributable to :</b>												
Equity holders of the Company	1,339,572	2,911,898	(54.0)	1,327,413	2,841,635	(53.3)	538,464	889,900	(39.5)	537,235	820,625	(34.5)
Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
<b>Profit for the Period</b>	<b>1,339,572</b>	<b>2,911,898</b>	(54.0)	<b>1,327,413</b>	<b>2,841,635</b>	(53.3)	<b>538,464</b>	<b>889,900</b>	(39.5)	<b>537,235</b>	<b>820,625</b>	(34.5)
<b>Earnings Per Share (Annualised) - Rs.</b>	<b>5.69</b>	<b>12.37</b>	(54.0)	<b>5.64</b>	<b>12.07</b>	(53.3)	<b>9.15</b>	<b>15.12</b>	(39.5)	<b>9.13</b>	<b>13.94</b>	(34.5)
<b>Other Comprehensive Income for the Period , Net of Tax</b>												
<b>Items that will never be reclassified to Profit or Loss</b>												
Actuarial Gains /(Losses) on Remeasurement of Defined Benefit Liability , Net of Tax	15,474	95,720	-	15,474	95,720	-	15,474	95,720	-	15,474	95,720	-
<b>Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability</b>	<b>15,474</b>	<b>95,720</b>	-	<b>15,474</b>	<b>95,720</b>	-	<b>15,474</b>	<b>95,720</b>	-	<b>15,474</b>	<b>95,720</b>	-
Revaluation of Land & Buildings , Net of Tax	(13,490)	39,115	-	(18,260)	99,536	-	(13,490)	39,116	-	(18,260)	99,536	-
<b>Net change in Revaluation of Land &amp; Buildings</b>	<b>(13,490)</b>	<b>39,115</b>	-	<b>(18,260)</b>	<b>99,536</b>	-	<b>(13,490)</b>	<b>39,116</b>	-	<b>(18,260)</b>	<b>99,536</b>	-
<b>Items that are or may be reclassified to Profit or Loss</b>												
Transfer of fair value losses o/a reclassification of debt instruments from fair value through other comprehensive income to amortised cost	297,777	(297,777)	(200.0)	297,777	(297,777)	(200.0)	-	(297,777)	(100.0)	-	(297,777)	(100.0)
Deferred Tax effect including the effect of Rate Change on opening balance	17,867	-	-	17,867	-	-	17,867	-	-	17,867	-	-
Deferred Tax (Charge) /Reversal on Fair Value Gains / (Losses)	(89,333)	71,467	100.0	(89,333)	71,467	100.0	(17,867)	71,467	-	(17,867)	71,467	-
<b>Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income</b>	<b>226,311</b>	<b>(226,311)</b>	(200)	<b>226,311</b>	<b>(226,311)</b>	(200.0)	<b>-</b>	<b>(226,311)</b>	(100)	<b>-</b>	<b>(226,311)</b>	(100.0)
<b>Other Comprehensive Income for the Period, Net of Tax</b>	<b>228,295</b>	<b>(91,476)</b>	(350)	<b>223,525</b>	<b>(31,055)</b>	100.0	<b>1,984</b>	<b>(91,475)</b>	(102)	<b>(2,786)</b>	<b>(31,055)</b>	(91.0)
<b>Total Comprehensive Income for the Period</b>	<b>1,567,867</b>	<b>2,820,423</b>	(44.4)	<b>1,550,938</b>	<b>2,810,580</b>	(44.8)	<b>540,448</b>	<b>798,425</b>	(32.3)	<b>534,449</b>	<b>789,570</b>	(32.3)
<b>Attributable to :</b>												
Equity holders of the Company	1,567,867	2,820,423	(44.4)	1,550,938	2,810,580	(44.8)	540,448	798,425	(32.3)	534,449	789,570	(32.3)
Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the Period</b>	<b>1,567,867</b>	<b>2,820,423</b>	(44.4)	<b>1,550,938</b>	<b>2,810,580</b>	(44.8)	<b>540,448</b>	<b>798,425</b>	(32.3)	<b>534,449</b>	<b>789,570</b>	(32.3)

**VALLIBEL FINANCE PLC**  
**Statement of Changes in Equity - Company**

	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	Fair Value Reserve	General Reserve	Amounts in Rupees '000	
						Retained Earnings	Total Equity
<b>Balance as at 01st April 2021</b>	<b>1,325,918</b>	<b>1,554,199</b>	<b>131,762</b>	<b>-</b>	<b>7,500</b>	<b>5,168,528</b>	<b>8,187,907</b>
<b>Total Comprehensive Income for the Period</b>							
Profit for the Period	-	-	-	-	-	2,911,898	2,911,898
<b>Other Comprehensive Income, net of Tax</b>							
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	95,720	95,720
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	(226,311)	-	-	(226,311)
Net change in Revaluation of Land & Buildings	-	-	39,115	-	-	-	39,115
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>39,115</b>	<b>(226,311)</b>	<b>-</b>	<b>3,007,619</b>	<b>2,820,423</b>
<b>Transactions with owners of the Company</b>							
<b>Contributions and distributions</b>							
Dividends to equity holders							
Interim dividend paid for 2020/21	-	-	-	-	-	(353,180)	(353,180)
Statutory Reserve Transfer	-	145,595	-	-	-	(145,595)	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>145,595</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(498,775)</b>	<b>(353,180)</b>
<b>Balance as at 31st March 2022</b>	<b>1,325,918</b>	<b>1,699,794</b>	<b>170,877</b>	<b>(226,311)</b>	<b>7,500</b>	<b>7,677,372</b>	<b>10,655,149</b>
<b>Balance as at 01st April 2022</b>	<b>1,325,918</b>	<b>1,699,794</b>	<b>170,877</b>	<b>(226,311)</b>	<b>7,500</b>	<b>7,677,372</b>	<b>10,655,150</b>
Adjustment for Surcharge Tax levied under the Surcharge Tax Act No. 14 of 2022	-	-	-	-	-	(665,184)	(665,184)
<b>Balance as at 01st April 2022 after Surcharge Tax</b>	<b>1,325,918</b>	<b>1,699,794</b>	<b>170,877</b>	<b>(226,311)</b>	<b>7,500</b>	<b>7,012,188</b>	<b>9,989,966</b>
<b>Total Comprehensive Income for the Period</b>							
Profit for the Period	-	-	-	-	-	1,339,571	1,339,571
<b>Other Comprehensive Income, net of Tax</b>							
Transfer of fair value losses o/a reclassification of debt instruments from fair value through other comprehensive income to amortised cost, net of tax	-	-	-	226,311	-	-	226,311
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	15,474	15,474
Net change in Revaluation of Land & Buildings	-	-	(13,490)	-	-	-	(13,490)
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>(13,490)</b>	<b>226,311</b>	<b>-</b>	<b>1,355,045</b>	<b>1,567,865</b>
<b>Transactions with owners of the Company</b>							
<b>Contributions and distributions</b>							
Dividends to equity holders							
Dividend Paid Share for the Financial Year 2021/22	-	-	-	-	-	(470,907)	(470,907)
Statutory Reserve Transfer	-	66,979	-	-	-	(66,979)	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>66,979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(537,886)</b>	<b>(470,907)</b>
<b>Balance as at 31st March 2023</b>	<b>1,325,918</b>	<b>1,766,773</b>	<b>157,386</b>	<b>-</b>	<b>7,500</b>	<b>7,829,347</b>	<b>11,086,924</b>

VALLIBEL FINANCE PLC  
Statement of Changes in Equity - Group

	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	Fair Value Reserve	General Reserve	Retained Earnings	Total Equity Attributable to Equity Holders of the Company	Non Controlling Interest	Total Equity
Amounts in Rupees '000									
<b>Balance as at 01st April 2021</b>	<b>1,325,918</b>	<b>1,554,199</b>	<b>131,762</b>	<b>-</b>	<b>7,500</b>	<b>5,166,057</b>	<b>8,185,436</b>	<b>-</b>	<b>8,185,436</b>
<b>Total Comprehensive Income for the Period</b>									
Profit for the Period	-	-	-	-	-	2,841,635	2,841,635	-	2,841,635.25
<b>Other Comprehensive Income, net of Tax</b>									
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	95,720	95,720	-	95,720.26
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	(226,311)	-	-	(226,311)	-	(226,311)
Net change in Revaluation of Land & Buildings	-	-	99,535	-	-	-	99,535	-	99,535
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>99,535</b>	<b>(226,311)</b>	<b>-</b>	<b>2,937,356</b>	<b>2,810,580</b>	<b>-</b>	<b>2,810,579.82</b>
<b>Transactions with owners of the Company</b>									
<b>Contributions and distributions</b>									
Dividends to equity holders									
Interim dividend paid / payable for 2020/21	-	-	-	-	-	(353,180)	(353,180)	-	(353,180.10)
Statutory Reserve Transfer	-	145,595	-	-	-	(145,595)	-	-	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>145,595</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(498,775)</b>	<b>(353,180)</b>	<b>-</b>	<b>(353,180)</b>
<b>Balance as at 31st March 2022</b>	<b>1,325,918</b>	<b>1,699,794</b>	<b>231,297</b>	<b>(226,311)</b>	<b>7,500</b>	<b>7,604,638</b>	<b>10,642,835</b>	<b>-</b>	<b>10,642,835</b>
Balance as at 01st April 2022	1,325,918	1,699,794	231,297	(226,311)	7,500	7,604,637	10,642,835	-	10,642,835
<b>Adjustment for Surcharge Tax levied under the Surcharge Tax Act No. 14 of 2022</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(665,184)</b>	<b>(665,184)</b>	<b>-</b>	<b>(665,184)</b>
<b>Balance as at 01st April 2022 after Surcharge Tax</b>	<b>1,325,918</b>	<b>1,699,794</b>	<b>231,297</b>	<b>(226,311)</b>	<b>7,500</b>	<b>6,939,453</b>	<b>9,977,651</b>	<b>-</b>	<b>9,977,651</b>
<b>Total Comprehensive Income for the Period</b>									
Profit for the Period	-	-	-	-	-	1,327,413	1,327,413	-	1,327,413
<b>Other Comprehensive Income, net of Tax</b>									
Transfer of fair value losses o/a reclassification of debt instruments from fair value through other comprehensive income to amortised cost, net of tax	-	-	-	226,311	-	-	226,311	-	226,311
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability , net of tax	-	-	-	-	-	15,474	15,474	-	15,474
Net change in Revaluation of Land & Buildings, net of tax	-	-	(18,260)	-	-	-	(18,260)	-	(18,260)
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>(18,260)</b>	<b>226,311</b>	<b>-</b>	<b>1,342,887</b>	<b>1,550,937</b>	<b>-</b>	<b>1,550,937</b>
<b>Transactions with owners of the Company</b>									
<b>Contributions and distributions</b>									
Dividends to equity holders									
Final dividend paid for 2021/22	-	-	-	-	-	(470,907)	(470,907)	-	(470,907)
Statutory Reserve Transfer	-	66,979	-	-	-	(66,979)	-	-	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>66,979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(537,886)</b>	<b>(470,907)</b>	<b>-</b>	<b>(470,907)</b>
<b>Balance as at 31st March 2023</b>	<b>1,325,918</b>	<b>1,766,773</b>	<b>213,036</b>	<b>-</b>	<b>7,500</b>	<b>7,744,454</b>	<b>11,057,682</b>	<b>-</b>	<b>11,057,682</b>

**VALLIBEL FINANCE PLC**  
**Cash Flow Statement**

Amounts in Rupees '000

For the Period Ended	Company		Group	
	31st March 2023	31st March 2022	31st March 2023	31st March 2022
<b>Cash Flow From Operating Activities</b>				
Interest and Commission Receipts	16,116,560	10,637,734	16,116,560	10,637,734
Interest Payments	(9,341,719)	(4,129,891)	(9,337,237)	(4,215,799)
Cash Receipts from Customers	369,749	1,274,372	361,549	1,274,372
Cash Payments to Employees and Suppliers	(3,113,036)	(3,144,403)	(3,117,575)	(3,146,376)
<b>Operating Profit Before Changes in Operating Assets and Liabilities</b>	<b>4,031,554</b>	<b>4,637,812</b>	<b>4,023,297</b>	<b>4,549,931</b>
<b>( Increase ) / Decrease in Operating Assets</b>				
Short Term Funds	(329,318)	240,947	(324,110)	240,143
Deposits held for Regulatory or Monetary Control Purposes	(2,105,143)	(279,346)	(2,094,994)	(289,494)
Financial Assets at Amortised Cost - Loans and advances / Lease rental & Hire purchase receivables	4,127,350	(18,537,242)	4,127,350	(18,537,243)
Other Short Term Negotiable Securities	(4,893,492)	(4,726,207)	(4,414,408)	(5,044,740)
<b>Increase / ( Decrease ) in Operating Liabilities</b>				
Financial liabilities at amortised cost – Due to depositors	7,353,911	9,109,892	7,353,911	9,109,892
Financial liabilities at amortised cost – Certificate of Deposits	(257,455)	(394,239)	(257,455)	(394,239)
<b>Net Cash Generated / (Used in) from Operating Activities before Income Tax</b>	<b>7,927,407</b>	<b>(9,948,383)</b>	<b>8,413,591</b>	<b>(10,365,748)</b>
Current Taxes Paid	(615,750)	(1,183,666)	(615,750)	(1,183,666)
Gratuity Paid	(12,200)	(6,782)	(12,200)	(6,782)
Surcharge Tax Paid	(665,184)	-	(665,184)	-
<b>Net Cash Generated / (Used in) from Operating Activities</b>	<b>6,634,273</b>	<b>(11,138,831)</b>	<b>7,120,457</b>	<b>(11,556,196)</b>
<b>Cash Flows From Investing Activities</b>				
Dividends Received	192	192	192	192
Investment in a subsidiary	-	-	-	-
Proceed from Sale of Property , Plant and Equipment	3,802	650	3,802	651
Purchase of Property , Plant and equipment	(181,367)	(226,622)	(944,167)	(1,015,100)
Purchase of Intangible Assets	-	(28,483)	-	(28,483)
Proceed from sale of dealing securities / (Purchase of dealing securities)	-	-	-	-
<b>Net Cash (Used In) / Generated from Investing Activities</b>	<b>(177,373)</b>	<b>(254,263)</b>	<b>(940,173)</b>	<b>(1,042,741)</b>
<b>Cash Flows From Financing Activities</b>				
Net (decrease) / Increase in Financial liabilities at amortised cost – Interest bearing Borrowings	(5,029,479)	10,862,113	(4,769,426)	12,062,113
Dividend paid	(470,907)	(353,180)	(470,907)	(353,180)
Unclaimed dividend adjustments	-	-	-	-
<b>Net Cash (Used In) / Generated from Financing Activities</b>	<b>(5,500,386)</b>	<b>10,508,933</b>	<b>(5,240,333)</b>	<b>11,708,933</b>
<b>Net Increase / ( Decrease ) in Cash &amp; Cash Equivalents</b>	<b>956,514</b>	<b>(884,161)</b>	<b>939,951</b>	<b>(890,004)</b>
Cash & Cash Equivalents at the Beginning of the Period	(184,909)	699,253	(161,617)	728,387
<b>Cash &amp; Cash Equivalents at the End of the Period ( Note A )</b>	<b>771,605</b>	<b>(184,909)</b>	<b>778,334</b>	<b>(161,617)</b>
<b>Note A</b>				
<b>Cash &amp; Cash Equivalents at the End of the Period</b>				
Cash in Hand and at Banks	2,332,724	877,638	2,339,453	900,930
Bank Overdrafts	(1,561,119)	(1,062,547)	(1,561,119)	(1,062,547)
	<b>771,605</b>	<b>(184,909)</b>	<b>778,334</b>	<b>(161,617)</b>

**Analysis of Financial Instruments by Measurement Basis - Company**

Amounts in Rupees '000

	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 31st March 2023	As at 31st March 2022	As at 31st March 2023	As at 31st March 2022	As at 31st March 2023	As at 31st March 2022	As at 31st March 2023	As at 31st March 2022	
<b>Assets</b>									
Cash and Cash Equivalents	-	-	-	-	2,332,724	877,638	2,332,724	877,638	
Placements with Banks and Other Finance Companies	-	-	-	-	9,860,927	4,167,388	9,860,927	4,167,388	
Reverse Repurchase Agreements	-	-	-	-	-	1,770,612	-	1,770,612	
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	1,498,553	314,015	-	-	-	-	1,498,553	314,015	
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	-	-	-	-	50,581,535	50,691,039	50,581,535	50,691,039	
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	-	-	-	-	10,789,860	14,973,325	10,789,860	14,973,325	
Financial Investments Measured at Fair Value Through Other Comprehensive Income	-	-	204	1,737,815	-	-	204	1,737,815	
Financial Assets at Amortised Cost - Debt and other Financial Instruments	-	-	-	-	4,169,489	100,424	4,169,489	100,424	
Financial Assets at Amortised Cost - Other Financial Assets	-	-	-	-	28,698	13,648	28,698	13,648	
<b>Total Financial Assets</b>	<b>1,498,553</b>	<b>314,015</b>	<b>204</b>	<b>1,737,815</b>	<b>77,763,233</b>	<b>72,594,074</b>	<b>79,261,990</b>	<b>74,645,904</b>	
						<b>Financial Liabilities at Amortised Cost (AC)</b>		<b>Total</b>	
						<b>As at 31st March 2023</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2023</b>	<b>As at 31st March 2022</b>
<b>Liabilities</b>									
Bank Overdrafts					1,561,119	1,062,547		1,561,119	1,062,547
Rental Received in Advance					176,943	227,759		176,943	227,759
Financial Liabilities at Amortised Cost - Deposits due to Customers					49,659,457	41,021,170		49,659,457	41,021,170
Financial Liabilities at Amortised Cost - Interest bearing Borrowings					13,888,909	20,034,340		13,888,909	20,034,340
Subordinated Term Debts					3,163,398	2,012,844		3,163,398	2,012,844
Lease Liabilities					912,495	858,556		912,495	858,556
<b>Total Financial Liabilities</b>					<b>69,362,321</b>	<b>65,217,216</b>		<b>69,362,321</b>	<b>65,217,216</b>

**Analysis of Financial Instruments by Measurement Basis - Group**

Amounts in Rupees '000

	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 31st March 2023	As at 31st March 2022	As at 31st March 2023	As at 31st March 2022	As at 31st March 2023	As at 31st March 2022	As at 31st March 2023	As at 31st March 2022
<b>Assets</b>								
Cash and Cash Equivalents	-	-	-	-	2,339,453	900,930	2,339,453	900,930
Placements with Banks and Other Finance Companies	-	-	-	-	9,860,927	4,167,388	9,860,927	4,167,388
Reverse Repurchase Agreements	-	-	-	-	-	1,780,761	-	1,780,761
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	1,501,875	796,422	-	-	-	-	1,501,875	796,422
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	-	-	-	-	50,581,535	50,691,039	50,581,535	50,691,039
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	-	-	-	-	10,789,860	14,973,325	10,789,860	14,973,325
Financial Investments Measured at Fair Value Through Other Comprehensive Income	-	-	204	1,737,815	-	-	204	1,737,815
Financial Assets at Amortised Cost - Debt and other Financial Instruments	-	-	-	-	4,169,489	100,424	4,169,489	100,424
Financial Assets at Amortised Cost - Other Financial Assets	-	-	-	-	28,698	13,648	28,698	13,648
<b>Total Financial Assets</b>	<b>1,501,875</b>	<b>796,422</b>	<b>204</b>	<b>1,737,815</b>	<b>77,769,962</b>	<b>72,627,515</b>	<b>79,272,041</b>	<b>75,161,752</b>
					<b>Financial Liabilities at Amortised Cost (AC)</b>		<b>Total</b>	
					<b>As at 31st March 2023</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2023</b>	<b>As at 31st March 2022</b>
<b>Liabilities</b>								
Bank Overdrafts					1,561,119	1,062,547	1,561,119	1,062,547
Rental Received in Advance					176,943	227,759	176,943	227,759
Financial Liabilities at Amortised Cost - Deposits due to Customers					49,659,457	41,021,170	49,659,457	41,021,170
Financial Liabilities at Amortised Cost - Interest bearing Borrowings					15,954,588	21,835,484	15,954,588	21,835,484
Subordinated Term Debts					3,163,398	2,012,844	3,163,398	2,012,844
Lease Liabilities					912,495	858,556	912,495	858,556
<b>Total Financial Liabilities</b>					<b>71,428,000</b>	<b>67,018,360</b>	<b>71,428,000</b>	<b>67,018,360</b>



## Explanatory Notes

1. There were no changes to the Accounting Policies since the publication of Audited Financial Statements for the year ended 31st March 2022.
2. These Interim Financial Statements have been prepared in accordance with the requirements of Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting'.
3. Lanka Rating Agency has issued an initial rating of BBB+ with negative outlook to Vallibel Finance PLC.
4. The Group Financial Statements comprise a consolidation of the Company and its fully owned subsidiary, Vallibel Properties Ltd. Vallibel Properties Ltd engages in administration of construction, development and maintenance of the head office building complex for Vallibel Finance PLC.
5. The Government of Sri Lanka in its Budget for 2022 proposed a one-time tax, referred to as a surcharge tax, at the rate of 25% to be imposed on any company that have earned a taxable income in excess of Rs. 2,000 Mn for the year of assessment 2020/2021. The tax is imposed by the Surcharge Tax Act No. 14 of 2022 which was passed by the Parliament of Sri Lanka on 7th April 2022. The law imposing the surcharge tax was enacted during the reporting period, the interim financial statements for the period ended 31st March 2023 reflect the surcharge tax paid amounted to Rs. 665,183,520/-.
6. During the quarter there were no material changes in the composition of assets, liabilities, contingent liabilities. All known expenditure items have been provided for.
7. Reclassification of Government Securities :  
The Company reclassified bulk of its Treasury Bond Portfolio amounting to Rs. 1,999.76 Mn in Fair Value Through Other Comprehensive Income (FVOCI) category to Amortized Cost category, with effect from 1st April 2022, as a result of changes to the business model of managing the assets due to unprecedented changes in the macro-economic conditions in line with the guidelines issued by the CA Sri Lanka in the form of a Statement of Alternative Treatment (SoAT) on Reclassification of Debt Portfolio. Accordingly, the required adjustments in respect of the aforesaid reclassification of debt securities have been made in the Interim Financial Statements as at 31st March 2023.  
The fair value of the reclassified debt portfolio as at 31st March 2023 amounted to Rs.1,227.45 Mn and the cumulative fair value loss amounted to Rs.772.3 Mn.
8. There were no material events took place since reporting date other than disclosed above in Financial Statements.

## Selected Performance Indicators

Indicator	As at 31st March 2023	As at 31st March 2022
	Rs'000	Rs'000
<b>Asset Quality</b>		
<b>As per Regulatory Reporting</b>		
Total Accommodation (Net of Interest in Suspense)	64,002,440	68,323,097
Net Total Accommodations (Net of Provision for Bad and Doubtful Debts)	62,010,825	67,000,665
Non-Performing Accommodations (Net of Interest in Suspense)	3,462,644	1,876,045
<b>Liquidity</b>		
Required Minimum Amount of Liquid Assets	5,055,216	4,313,215
Available Amount of Liquid Assets	13,610,620	8,072,739
Required Minimum Amount of Government Securities	2,794,532	2,246,257
Available Amount of Government Securities	3,361,848	3,574,721
<b>Capital Adequacy</b>		
Tier 1 Capital to Risk Weighted Assets Ratio (Minimum 8.50%)	14.66%	10.88%
Total Capital to Risk Weighted Assets Ratio (Minimum 12.50%)	19.83%	14.82%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10.00%)	25.61%	24.40%
<b>Profitability</b>		
Return on Average Assets (After Tax) - Annualized	1.67%	4.38%
Return on Average Equity - Annualized	12.32%	30.91%

## Information On Ordinary Shares

Share Price During the Quarter	For the Quarter Ended	
	31.03.2023	31.03.2022
	Rs.	Rs.
Highest	43.00	57.80
Lowest	21.00	36.50
Closing	32.90	37.10
No. of Ordinary Share Issued as at	235,453,400	235,453,400

## Ratios

Debt to Equity Ratio (%)	153.81%	206.92%
Interest Cover (Times)	1.25	2.13
Liquid Asset Ratio (%)	26.92%	18.72%

## Utilization of Funds Raised Via Capital Market

The funds raised via Capital Market have been utilized for the respective objective mentioned in the prospectus / circular.

**Financial Reporting by Segments as per the Provisions of SLFRS - 08**

For management purposes, the Group is organised into five operating segments based on the services offered.

The Following table presents financial information regarding business segments : -

**Business Segments**

For the Period ended 31st March	Finance Lease		Hire Purchase		Loans & Advances		Investments		Others		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>Income From</b>												
<b>External Operations</b>												
Interest	2,634,871	2,963,802	11	3,606,849	11,319,363	6,658,528	1,721,473	304,161	-	-	15,675,717	9,930,098
Fee & Commission Income									505,805	672,707	505,805	672,707
Dividends							192	192		-	192	192
Other							165,036	64,052	342,115	1,311,428	507,151	1,375,480
<b>Total Revenue</b>	<b>2,634,871</b>	<b>2,963,802</b>	<b>11</b>	<b>3,606,849</b>	<b>11,319,363</b>	<b>6,658,528</b>	<b>1,886,702</b>	<b>368,405</b>	<b>847,921</b>	<b>1,984,135</b>	<b>16,688,866</b>	<b>11,978,477</b>
Profit before Income tax											2,046,870	3,904,019
Income Tax Expense											(719,458)	(1,062,383)
<b>Profit after tax</b>											<b>1,327,413</b>	<b>2,841,635</b>
<b>Other Information</b>												
<b>As at 31 March</b>												
Segment assets	10,789,860	14,971,850	-	1,474,896	50,581,535	50,691,039	15,532,494	8,582,810	7,448,283	5,232,809	84,352,173	79,479,983
Segment Liabilities	9,375,423	12,967,032	-	1,277,399	43,950,828	43,903,212	13,496,348	7,433,521	6,471,891	4,532,105	73,294,490	68,837,147
<b>Net assets</b>	<b>1,414,437</b>	<b>2,004,818</b>	<b>-</b>	<b>197,497</b>	<b>6,630,707</b>	<b>6,787,827</b>	<b>2,036,147</b>	<b>1,149,288</b>	<b>976,392</b>	<b>700,704</b>	<b>11,057,683</b>	<b>10,642,835</b>

## Share Information

### 20 Major Shareholders as at 31st March 2023

	No. of Shares	(%)
1 Vallibel Investments (Pvt) Limited	121,108,000	51.44
2 K.D.D. Perera	50,465,064	21.43
3 K.D.A. Perera	8,532,960	3.62
4 Seylan Bank PLC/S. B. Rangamuwa	5,250,000	2.23
5 Pershing LLC S/A Averbach Grauson & Co.	5,104,190	2.17
6 K.D.H. Perera	4,084,025	1.73
7 S. Abishek	2,781,049	1.18
8 Ceylon Brand House (Pvt) Ltd	2,076,807	0.88
9 B.A.R. Dissanayake	1,541,815	0.65
10 Emfi Capital Limited	1,250,000	0.53
11 V. Saraswathi & S. Vasudevan	1,142,349	0.49
12 A. Ragupathy	975,832	0.41
13 Seylan Bank PLC/Karagoda Loku Gamage Udayananda	883,726	0.38
14 A. Sithampalam	846,433	0.36
15 Hatton National Bank PLC /JN Lanka Holdings Company Pvt Ltd	818,631	0.35
16 K.I.A. Hewage	800,000	0.34
17 S. Durga	621,000	0.26
18 DFCC Bank PLC /JN Lanka Holdings Company Pvt Ltd	600,577	0.26
19 N. Balasingam	539,600	0.23
20 U.F. Strunk & M.G. De Albuquerque Leinenbach	482,168	0.20
	<b>209,904,226</b>	<b>89.14</b>
Others	25,549,174	10.86
	<b>235,453,400</b>	<b>100.00</b>

### Directors' Shareholding As At 31st March 2023

1 Seylan Bank PLC/ S B Rangamuwa	5,250,000	2.23
2 T Murakami	Nil	Nil
3 K D A Perera	8,532,960	3.62
4 A Dadigama	12,450	0.01
5 H Ota (Alternate Director to T Murakami)	Nil	Nil
6 S S Weerabahu	Nil	Nil
7 Janaka Kumarasinghe	Nil	Nil
8 C P Malalgoda	Nil	Nil
	<b>13,795,410</b>	<b>5.86</b>

### Public Holding As At 31st March 2023

#### Number of Public Shareholders

42.69%

4,218

### The Float Adjusted Market Capitalization as at 31st March 2023 (Rs. )

3,307,567,909.10

The Float adjusted market capitalization of the Company falls under Option 4 of Rule 7.14.1.i (a) of the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.