



## **INTERIM FINANCIAL STATEMENTS**

For the six months ended 30th September 2022

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


Amounts in Rupees '000

	Company			Group		
	As at 30th September 2022	As at 31st March 2022 (Audited)	Change %	As at 30th September 2022	As at 31st March 2022 (Audited)	Change %
<b>Assets</b>						
Cash and Cash Equivalents	1,102,377	877,638	25.6	1,111,255	900,930	23.3
Placements with Banks and Other Finance Companies	2,333,743	4,167,388	(44.0)	2,333,743	4,167,388	(44.0)
Reverse Repurchase Agreements	1,377,736	1,770,612	(22.2)	1,377,736	1,780,761	(22.6)
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	159,225	314,015	(49.3)	241,951	796,422	(69.6)
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	51,461,177	50,691,039	1.5	51,461,177	50,691,039	1.5
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	12,558,346	14,973,325	(16.1)	12,558,346	14,973,325	(16.1)
Financial Investments Measured at Fair Value Through Other Comprehensive Income	204	1,737,815	(99.99)	204	1,737,815	(99.99)
Financial Assets at Amortised Cost - Debt and other Financial Instruments	3,431,680	100,424	3,317.2	3,431,680	100,424	3,317.2
Financial Assets at Amortised Cost - Other Financial Assets	25,837	13,648	89.3	25,837	13,648	89.3
Investment in a Subsidiary	0	0	-	-	-	-
Investment Property	1,179,500	1,179,500	-	-	-	-
Property, Plant and Equipment	774,761	756,193	2.5	3,545,556	3,208,303	10.5
Right of Use Lease Assets	779,358	781,225	(0.2)	779,358	781,225	(0.2)
Intangible Assets	23,163	28,672	(19.2)	23,163	28,672	(19.2)
Deferred Tax Assets	70,448	141,915	(50.4)	71,737	143,203	(49.9)
Other Assets	194,344	156,803	23.9	206,025	156,828	31.4
<b>Total Assets</b>	<b>75,471,899</b>	<b>77,690,211</b>	<b>(2.9)</b>	<b>77,167,768</b>	<b>79,479,983</b>	<b>(2.9)</b>
<b>Liabilities</b>						
Bank Overdrafts	1,114,627	1,062,547	4.9	1,114,627	1,062,547	4.9
Rental Received in Advance	206,315	227,759	(9.4)	206,315	227,759	(9.4)
Financial Liabilities at Amortised Cost - Deposits due to Customers	41,645,290	41,021,170	1.5	41,645,290	41,021,170	1.5
Financial Liabilities at Amortised Cost - Interest bearing Borrowings	17,052,087	20,034,340	(14.9)	18,762,874	21,835,484	(14.1)
Subordinated Term Debts	3,199,192	2,012,844	58.9	3,199,192	2,012,844	58.9
Lease Liabilities	901,049	858,556	4.9	901,049	858,556	4.9
Current Tax Liabilities	164,618	604,894	(72.8)	164,618	604,894	(72.8)
Deferred Tax Liabilities	142,581	142,581	-	142,581	142,581	-
Other Liabilities	557,952	989,545	(43.6)	560,703	990,488	(43.4)
Retirement Benefit Obligations	119,453	80,825	47.8	119,453	80,825	47.8
<b>Total Liabilities</b>	<b>65,103,164</b>	<b>67,035,061</b>	<b>(2.9)</b>	<b>66,816,702</b>	<b>68,837,148</b>	<b>(2.9)</b>
<b>Equity</b>						
Stated Capital	1,325,918	1,325,918	-	1,325,918	1,325,918	-
Statutory Reserve Fund	1,730,962	1,699,794	1.8	1,730,962	1,699,794	1.8
Other Reserves	178,377	(47,934)	472.1	238,797	12,486	1,812.5
Retained Earnings	7,133,478	7,677,372	(7.1)	7,055,389	7,604,637	(7.2)
Total Equity attributable to Equity holders of the Company	<b>10,368,735</b>	<b>10,655,150</b>	<b>(2.7)</b>	<b>10,351,066</b>	<b>10,642,835</b>	<b>(2.7)</b>
Non Controlling Interest	-	-	-	-	-	-
<b>Total Equity</b>	<b>10,368,735</b>	<b>10,655,150</b>	<b>(2.7)</b>	<b>10,351,066</b>	<b>10,642,835</b>	<b>(2.7)</b>
<b>Total Liabilities and Equity</b>	<b>75,471,899</b>	<b>77,690,211</b>	<b>(2.9)</b>	<b>77,167,768</b>	<b>79,479,983</b>	<b>(2.9)</b>
<b>Net Assets Value Per Share (Rs.)</b>	<b>44.04</b>	<b>45.25</b>	<b>(2.7)</b>	<b>43.96</b>	<b>45.20</b>	<b>(2.7)</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

14th November 2022  
Colombo

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

Amounts in Rupees '000

	Company			Group			Company			Group		
	For the six months ended 30th September			For the six months ended 30th September			For the quarter ended 30th September			For the quarter ended 30th September		
	2022	2021	Change %	2022	2021	Change %	2022	2021	Change %	2022	2021	Change %
<b>Gross Income</b>	<b>7,406,933</b>	<b>5,420,626</b>	36.6	<b>7,403,006</b>	<b>5,420,626</b>	36.6	<b>3,936,525</b>	<b>2,925,454</b>	34.6	<b>3,934,186</b>	<b>2,925,454</b>	34.5
Interest Income	6,870,123	4,548,692	51.0	6,870,123	4,548,692	51.0	3,696,249	2,362,350	56.5	3,696,249	2,362,350	56.5
Interest Expense	(4,736,750)	(1,852,735)	155.7	(4,736,750)	(1,852,736)	155.7	(2,898,125)	(949,746)	205.1	(2,898,125)	(949,746)	205.1
<b>Net Interest Income</b>	<b>2,133,373</b>	<b>2,695,957</b>	(20.9)	<b>2,133,373</b>	<b>2,695,956</b>	(20.9)	<b>798,124</b>	<b>1,412,604</b>	(43.5)	<b>798,124</b>	<b>1,412,604</b>	(43.5)
Fee and Commission Income	242,302	240,432	0.8	242,302	240,432	0.8	108,039	141,849	(23.8)	108,039	141,849	(23.8)
<b>Net Fee and Commission Income</b>	<b>242,302</b>	<b>240,432</b>	0.8	<b>242,302</b>	<b>240,432</b>	0.8	<b>108,039</b>	<b>141,849</b>	(23.8)	<b>108,039</b>	<b>141,849</b>	(23.8)
Net Gain / (Loss) from Trading	(88)	264	(133.3)	(88)	264	(133.3)	290	101	187.5	290	101	187.5
Net (Loss) / Gain from other Financial Instruments at FVTPL	(34,023)	13,964	(343.6)	(34,023)	13,964	(343.6)	(16)	6,253	(100.3)	(16)	6,253	(100.3)
Other Operating Income	328,619	617,274	(46.8)	324,692	617,274	(47.4)	131,963	414,901	(68.2)	129,624	414,901	(68.8)
<b>Total Operating Income</b>	<b>2,670,183</b>	<b>3,567,891</b>	(25.2)	<b>2,666,256</b>	<b>3,567,890</b>	(25.3)	<b>1,038,400</b>	<b>1,975,708</b>	(47.4)	<b>1,036,061</b>	<b>1,975,708</b>	(47.6)
Impairment Charges and Other Credit Losses on Financial Assets	(211,016)	(310,809)	(32.1)	(211,016)	(310,809)	(32.1)	(83,787)	(191,544)	(56.3)	(83,787)	(191,544)	(56.3)
<b>Net Operating Income</b>	<b>2,459,167</b>	<b>3,257,082</b>	(24.5)	<b>2,455,240</b>	<b>3,257,081</b>	(24.6)	<b>954,613</b>	<b>1,784,164</b>	(46.5)	<b>952,274</b>	<b>1,784,164</b>	(46.6)
<b>Expenses</b>												
Personnel Expenses	(820,844)	(658,637)	24.6	(820,844)	(658,637)	24.6	(411,485)	(334,285)	23.1	(411,485)	(334,285)	23.1
Premises Equipment and Establishment Expenses	(138,128)	(100,421)	37.5	(138,128)	(100,421)	37.5	(71,904)	(52,428)	37.1	(71,904)	(52,428)	37.1
Other Operating Expenses	(445,484)	(346,971)	28.4	(446,910)	(347,676)	28.5	(225,097)	(187,625)	20.0	(225,717)	(188,294)	19.9
<b>Operating Profit Before Taxes on Financial Services</b>	<b>1,054,711</b>	<b>2,151,053</b>	(51.0)	<b>1,049,358</b>	<b>2,150,347</b>	(51.2)	<b>246,127</b>	<b>1,209,826</b>	(79.7)	<b>243,168</b>	<b>1,209,157</b>	(79.9)
Taxes on Financial Services	(241,235)	(349,939)	(31.1)	(241,235)	(349,939)	(31.1)	(78,181)	(192,074)	(59.3)	(78,181)	(192,074)	(59.3)
<b>Profit Before Income Tax</b>	<b>813,476</b>	<b>1,801,114</b>	(54.8)	<b>808,123</b>	<b>1,800,408</b>	(55.1)	<b>167,946</b>	<b>1,017,752</b>	(83.5)	<b>164,987</b>	<b>1,017,083</b>	(83.8)
Income Tax Expense	(190,111)	(499,639)	(62.0)	(190,112)	(499,639)	(62.0)	(9,757)	(285,807)	(96.6)	(9,757)	(285,807)	(96.6)
<b>Profit for the Period</b>	<b>623,365</b>	<b>1,301,475</b>	(52.1)	<b>618,011</b>	<b>1,300,769</b>	(52.5)	<b>158,189</b>	<b>731,945</b>	(78.4)	<b>155,230</b>	<b>731,276</b>	(78.8)
<b>Profit Attributable to :</b>												
Equity holders of the Company	623,365	1,301,475	(52.1)	618,011	1,300,769	(52.5)	158,189	731,945	(78.4)	155,230	731,276	(78.8)
Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
<b>Profit for the Period</b>	<b>623,365</b>	<b>1,301,475</b>	(52.1)	<b>618,011</b>	<b>1,300,769</b>	(52.5)	<b>158,189</b>	<b>731,945</b>	(78.4)	<b>155,230</b>	<b>731,276</b>	(78.8)
<b>Earnings Per Share (Annualised) - Rs.</b>	<b>5.30</b>	<b>11.06</b>	(52.1)	<b>5.25</b>	<b>11.05</b>	(52.5)	<b>2.69</b>	<b>12.43</b>	(78.4)	<b>2.64</b>	<b>12.42</b>	(78.8)
<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	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Revaluation of Land & Buildings , Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net change in Revaluation of Land &amp; Buildings</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Items that are or may be reclassified to Profit or Loss</b>												
Net (Losses) / Gains on Investment in Financial Assets at Fair Value through Other Comprehensive Income	(539,710)	-	(100.0)	(539,710)	-	(100.0)	(184,091)	-	(100.0)	(184,091)	-	(100.0)
Transfer of fair value losses o/a reclassification of debt instruments from fair value through other comprehensive income to amortised cost, net of tax	766,021	-	100.0	766,021	-	100.0	766,021	-	100.0	766,021	-	100.0
<b>Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income</b>	<b>226,311</b>	<b>-</b>	<b>100.0</b>	<b>226,311</b>	<b>-</b>	<b>100.0</b>	<b>581,930</b>	<b>-</b>	<b>100.0</b>	<b>581,930</b>	<b>-</b>	<b>100.0</b>
<b>Other Comprehensive Income for the Period, Net of Tax</b>	<b>226,311</b>	<b>-</b>	<b>100.0</b>	<b>226,311</b>	<b>-</b>	<b>100.0</b>	<b>581,930</b>	<b>-</b>	<b>100.0</b>	<b>581,930</b>	<b>-</b>	<b>100.0</b>
<b>Total Comprehensive Income for the Period</b>	<b>849,676</b>	<b>1,301,475</b>	<b>(34.7)</b>	<b>844,322</b>	<b>1,300,769</b>	<b>(35.1)</b>	<b>740,119</b>	<b>731,945</b>	<b>1.1</b>	<b>737,160</b>	<b>731,276</b>	<b>0.8</b>
<b>Attributable to :</b>												
Equity holders of the Company	849,676	1,301,475	(34.7)	844,322	1,300,769	(35.1)	740,119	731,945	1.1	737,160	731,276	0.8
Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the Period</b>	<b>849,676</b>	<b>1,301,475</b>	<b>(34.7)</b>	<b>844,322</b>	<b>1,300,769</b>	<b>(35.1)</b>	<b>740,119</b>	<b>731,945</b>	<b>1.1</b>	<b>737,160</b>	<b>731,276</b>	<b>0.8</b>

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

	Amounts in Rupees '000						
	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	Fair Value Reserve	General Reserve	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	-	-	-	-	-	1,301,475	1,301,475
<b>Other Comprehensive Income, net of Tax</b>							
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	-	-
Net change in Revaluation of Land & Buildings	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,301,475</b>	<b>1,301,475</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	-	260,295	-	-	-	(260,295)	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>260,295</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(613,475)</b>	<b>(353,180)</b>
<b>Balance as at 30th September 2021</b>	<b>1,325,918</b>	<b>1,814,494</b>	<b>131,762</b>	<b>-</b>	<b>7,500</b>	<b>5,856,528</b>	<b>9,136,202</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>
Surcharge Tax	-	-	-	-	-	(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	-	-	-	-	-	623,365	623,365
<b>Other Comprehensive Income, net of Tax</b>							
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	-	-
Net change in Revaluation of Land & Buildings	-	-	-	-	-	-	-
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	(539,710)	-	-	(539,710)
Transfer of fair value losses o/a reclassification of debt instruments from fair value through other comprehensive income to amortised cost, net of tax	-	-	-	766,021	-	-	766,021
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>226,311</b>	<b>-</b>	<b>623,365</b>	<b>849,676</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)
Statutory Reserve Transfer	-	31,168	-	-	-	(31,168)	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>31,168</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(502,075)</b>	<b>(470,907)</b>
<b>Balance as at 30th September 2022</b>	<b>1,325,918</b>	<b>1,730,962</b>	<b>170,877</b>	<b>-</b>	<b>7,500</b>	<b>7,133,478</b>	<b>10,368,735</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>	1,325,918	1,554,199	131,762	-	7,500	5,166,057	8,185,436	-	8,185,436
<b>Total Comprehensive Income for the Period</b>									
Profit for the Period	-	-	-	-	-	1,300,769	1,300,769	-	1,300,769
<b>Other Comprehensive Income, net of Tax</b>									
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	-	-	-	-
Net change in Revaluation of Land & Buildings	-	-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the Period</b>	-	-	-	-	-	1,300,769	1,300,769	-	1,300,769
<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)
Statutory Reserve Transfer	-	260,295	-	-	-	(260,295)	-	-	-
<b>Total Transactions with Equity Holders</b>	-	260,295	-	-	-	(613,475)	(353,180)	-	(353,180)
<b>Balance as at 30th September 2021</b>	1,325,918	1,814,494	131,762	-	7,500	5,853,351	9,133,025	-	9,133,025
<b>Balance as at 01st April 2022</b>	1,325,918	1,699,794	231,297	(226,311)	7,500	7,604,637	10,642,835	-	10,642,835
Surcharge Tax	-	-	-	-	-	(665,184)	(665,184)	-	(665,184)
<b>Balance as at 01st April 2022 after Surcharge Tax</b>	1,325,918	1,699,794	231,297	(226,311)	7,500	6,939,453	9,977,651	-	9,977,651
<b>Total Comprehensive Income for the Period</b>									
Profit for the Period	-	-	-	-	-	618,011	618,011	-	618,011
<b>Other Comprehensive Income, net of Tax</b>									
Net Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability	-	-	-	-	-	-	-	-	-
Net change in Revaluation of Land & Buildings	-	-	-	-	-	-	-	-	-
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	(539,710)	-	-	(539,710)	-	(539,710)
Transfer of fair value losses o/a reclassification of debt instruments from fair value through other comprehensive income to amortised cost, net of tax	-	-	-	766,021	-	-	766,021	-	766,021
<b>Total Comprehensive Income for the Period</b>	-	-	-	226,311	-	618,011	844,322	-	844,322
<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	-	31,168	-	-	-	(31,168)	-	-	-
<b>Total Transactions with Equity Holders</b>	-	31,168	-	-	-	(502,075)	(470,907)	-	(470,907)
<b>Balance as at 30th September 2022</b>	1,325,918	1,730,962	231,297	-	7,500	7,055,389	10,351,066	-	10,351,066

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

Amounts in Rupees '000

For the Period Ended	Company		Group	
	30th September 2022	30th September 2021	30th September 2022	30th September 2021
<b>Cash Flow From Operating Activities</b>				
Interest and Commission Receipts	7,120,349	4,802,339	7,120,349	4,802,339
Interest Payments	(4,497,644)	(1,895,890)	(4,535,766)	(1,895,540)
Cash Receipts from Customers	262,572	605,718	265,748	595,101
Cash Payments to Employees and Suppliers	(1,654,176)	(1,574,227)	(1,653,796)	(1,564,527)
<b>Operating Profit Before Changes in Operating Assets and Liabilities</b>	<b>1,231,101</b>	<b>1,937,940</b>	<b>1,196,535</b>	<b>1,937,373</b>
<b>( Increase ) / Decrease in Operating Assets</b>				
Short Term Funds	(334,543)	206,814	(350,523)	211,728
Deposits held for Regulatory or Monetary Control Purposes	(1,295,867)	(450,000)	(1,285,719)	(450,000)
Financial Assets at Amortised Cost - Loans and advances / Lease rental & Hire purchase receivables	1,348,858	(7,576,496)	1,348,858	(7,576,496)
Other Short Term Negotiable Securities	2,454,761	586,557	2,854,441	(566,702)
<b>Increase / ( Decrease ) in Operating Liabilities</b>				
Financial liabilities at amortised cost – Due to depositors	751,135	2,957,799	751,135	2,957,799
Financial liabilities at amortised cost – Certificate of Deposits	(257,455)	(37,786)	(257,455)	(37,786)
<b>Net Cash Generated / (Used in) from Operating Activities before Income Tax</b>	<b>3,897,990</b>	<b>(3,548,286)</b>	<b>4,257,272</b>	<b>(3,524,084)</b>
Current Taxes Paid	(630,388)	(763,643)	(630,388)	(763,643)
Gratuity Paid	(3,871)	(2,094)	(3,871)	(2,094)
Surcharge Tax Paid	(665,184)	-	(665,184)	-
<b>Net Cash Generated / (Used in) from Operating Activities</b>	<b>2,598,547</b>	<b>(4,314,023)</b>	<b>2,957,829</b>	<b>(4,289,821)</b>
<b>Cash Flows From Investing Activities</b>				
Dividends Received	101	101	101	101
Investment in a subsidiary	-	-	-	-
Proceed from Sale of Property , Plant and Equipment	1,915	354	1,915	354
Purchase of Property , Plant and equipment	(99,895)	(69,436)	(383,590)	(391,383)
Purchase of Intangible Assets	-	(23,891)	-	(23,891)
<b>Net Cash (Used In) / Generated from Investing Activities</b>	<b>(97,878)</b>	<b>(92,872)</b>	<b>(381,574)</b>	<b>(414,819)</b>
<b>Cash Flows From Financing Activities</b>				
Net (decrease) / Increase in Financial liabilities at amortised cost – Interest bearing Borrowings	(1,857,103)	6,808,523	(1,947,103)	7,108,523
Dividend paid	(470,907)	(353,180)	(470,907)	(353,180)
Unclaimed dividend adjustments	-	-	-	-
<b>Net Cash (Used In) / Generated from Financing Activities</b>	<b>(2,328,010)</b>	<b>6,455,343</b>	<b>(2,418,010)</b>	<b>6,755,343</b>
<b>Net Increase / ( Decrease ) in Cash &amp; Cash Equivalents</b>	<b>172,659</b>	<b>2,048,448</b>	<b>158,245</b>	<b>2,050,703</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>(12,250)</b>	<b>2,747,701</b>	<b>(3,372)</b>	<b>2,779,090</b>
<b>Note A</b>				
<b>Cash &amp; Cash Equivalents at the End of the Period</b>				
Cash in Hand and at Banks	1,102,377	3,688,200	1,111,255	3,719,589
Bank Overdrafts	(1,114,627)	(940,499)	(1,114,627)	(940,499)
	<b>(12,250)</b>	<b>2,747,701</b>	<b>(3,372)</b>	<b>2,779,090</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 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022
<b>Assets</b>								
Cash and Cash Equivalents	-	-	-	-	1,102,377	877,638	1,102,377	877,638
Placements with Banks and Other Finance Companies	-	-	-	-	2,333,743	4,167,388	2,333,743	4,167,388
Reverse Repurchase Agreements	-	-	-	-	1,377,736	1,770,612	1,377,736	1,770,612
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	159,225	314,015	-	-	-	-	159,225	314,015
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	-	-	-	-	51,461,177	50,691,039	51,461,177	50,691,039
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	-	-	-	-	12,558,346	14,973,325	12,558,346	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	-	-	-	-	3,431,680	100,424	3,431,680	100,424
Financial Assets at Amortised Cost - Other Financial Assets	-	-	-	-	25,837	13,648	25,837	13,648
<b>Total Financial Assets</b>	<b>159,225</b>	<b>314,015</b>	<b>204</b>	<b>1,737,815</b>	<b>72,290,896</b>	<b>72,594,074</b>	<b>72,450,325</b>	<b>74,645,904</b>
					Financial Liabilities at Amortised Cost (AC)		Total	
					As at 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022
<b>Liabilities</b>								
Bank Overdrafts					1,114,627	1,062,547	1,114,627	1,062,547
Rental Received in Advance					206,315	227,759	206,315	227,759
Financial Liabilities at Amortised Cost - Deposits due to Customers					41,645,290	41,021,170	41,645,290	41,021,170
Financial Liabilities at Amortised Cost - Interest bearing Borrowings					17,052,087	20,034,340	17,052,087	20,034,340
Subordinated Term Debts					3,199,192	2,012,844	3,199,192	2,012,844
Lease Liabilities					901,049	858,556	901,049	858,556
<b>Total Financial Liabilities</b>					<b>64,118,560</b>	<b>65,217,216</b>	<b>64,118,560</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 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022
<b>Assets</b>								
Cash and Cash Equivalents	-	-	-	-	1,111,255	900,930	1,111,255	900,930
Placements with Banks and Other Finance Companies	-	-	-	-	2,333,743	4,167,388	2,333,743	4,167,388
Reverse Repurchase Agreements	-	-	-	-	1,377,736	1,780,761	1,377,736	1,780,761
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	241,951	796,422	-	-	-	-	241,951	796,422
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	-	-	-	-	51,461,177	50,691,039	51,461,177	50,691,039
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	-	-	-	-	12,558,346	14,973,325	12,558,346	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	-	-	-	-	3,431,680	100,424	3,431,680	100,424
Financial Assets at Amortised Cost - Other Financial Assets	-	-	-	-	25,837	13,648	25,837	13,648
<b>Total Financial Assets</b>	<b>241,951</b>	<b>796,422</b>	<b>204</b>	<b>1,737,815</b>	<b>72,299,774</b>	<b>72,627,515</b>	<b>72,541,929</b>	<b>75,161,752</b>
					Financial Liabilities at Amortised Cost (AC)		Total	
					As at 30th September 2022	As at 31st March 2022	As at 30th September 2022	As at 31st March 2022
<b>Liabilities</b>								
Bank Overdrafts					1,114,627	1,062,547	1,114,627	1,062,547
Rental Received in Advance					206,315	227,759	206,315	227,759
Financial Liabilities at Amortised Cost - Deposits due to Customers					41,645,290	41,021,170	41,645,290	41,021,170
Financial Liabilities at Amortised Cost - Interest bearing Borrowings					18,762,874	21,835,484	18,762,874	21,835,484
Subordinated Term Debts					3,199,192	2,012,844	3,199,192	2,012,844
Lease Liabilities					901,049	858,556	901,049	858,556
<b>Total Financial Liabilities</b>					<b>65,829,347</b>	<b>67,018,360</b>	<b>65,829,347</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. ICRA Lanka Limited has upgraded the Issuer Rating of Vallibel Finance PLC to [SL] BBB+ with Stable outlook.
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 30th September 2022 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. There were no material events took place since reporting date other than disclosed above in Financial Statements.
8. 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 30th September 2022.

The fair value of the reclassified debt portfolio as at 30th September 2022 amounted to Rs.1,208.32 Mn and the cumulative fair value loss amounted to Rs.837.48 Mn.

## Selected Performance Indicators

Indicator	As at 30th September 2022	As at 30th September 2021
	Rs'000	Rs'000
<b>Asset Quality</b>		
<b>As per Regulatory Reporting</b>		
Total Accommodation (Net of Interest in Suspense)	66,711,462	57,228,511
Net Total Accommodations (Net of Provision for Bad and Doubtful Debts)	64,876,242	55,415,168
Non-Performing Accommodations (Net of Interest in Suspense)	4,775,026	2,746,851
<b>Liquidity</b>		
Required Minimum Amount of Liquid Assets	4,208,512	3,516,639
Available Amount of Liquid Assets	6,583,381	6,373,738
Required Minimum Amount of Government Securities	2,794,532	2,246,257
Available Amount of Government Securities	3,911,363	2,300,451
<b>Capital Adequacy</b>		
Tier 1 Capital to Risk Weighted Assets Ratio (Minimum 8.50%)	12.91%	11.90%
Total Capital to Risk Weighted Assets Ratio (Minimum 12.50%)	18.52%	13.00%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10.00%)	30.23%	22.68%
<b>Profitability</b>		
Return on Average Assets (After Tax) - Annualized	1.63%	4.31%
Return on Average Equity - Annualized	11.86%	30.05%

## Information On Ordinary Shares

Share Price During the Quarter	For the Quarter Ended	
	30.09.2022	30.09.2021
	Rs.	Rs.
Highest	30.00	42.10
Lowest	22.00	37.10
Closing	27.10	39.50
No. of Ordinary Share Issued as at	235,453,400	235,453,400

## Ratios

Debt to Equity Ratio (%)	195.31%	197.54%
Interest Cover (Times)	1.22	2.16
Liquid Asset Ratio (%)	15.64%	18.12%

## 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 30th September	Finance Lease		Hire Purchase		Loans & Advances		Investments		Others		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	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	1,349,043	1,441,860	-	-	4,764,498	3,004,207	754,654	102,625	1,929	-	6,870,123	4,548,692
Fee & Commission Income							-	-	242,302	240,432	242,302	240,432
Dividends							101	100	-	-	101	100
Other							63,460	22,290	227,020	609,112	290,480	631,402
<b>Total Revenue</b>	<b>1,349,043</b>	<b>1,441,860</b>	<b>-</b>	<b>-</b>	<b>4,764,498</b>	<b>3,004,207</b>	<b>818,215</b>	<b>125,015</b>	<b>471,251</b>	<b>849,544</b>	<b>7,403,006</b>	<b>5,420,626</b>
Profit before Income tax											808,123	1,800,408
Income Tax Expense											(190,112)	(499,639)
<b>Profit after tax</b>											<b>618,011</b>	<b>1,300,769</b>
<b>Other Information</b>												
<b>As at 30th September</b>												
Segment assets	12,558,149	14,486,155	197	2,477	51,461,177	40,457,977	7,411,152	8,208,241	5,737,093	3,330,119	77,167,768	66,484,969
Segment Liabilities	10,873,634	12,496,195	171	2,137	44,558,319	34,900,274	6,417,041	7,080,677	4,967,537	2,872,661	66,816,702	57,351,944
<b>Net assets</b>	<b>1,684,515</b>	<b>1,989,960</b>	<b>26</b>	<b>340</b>	<b>6,902,858</b>	<b>5,557,703</b>	<b>994,111</b>	<b>1,127,564</b>	<b>769,556</b>	<b>457,458</b>	<b>10,351,066</b>	<b>9,133,025</b>

## Share Information

### 20 Major Shareholders as at 30th September 2022

	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 /Sarath Bandara 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	1,988,153	0.84
9 B.A.R. Dissanayake	1,541,815	0.65
10 Emfi Capital Limited	1,465,210	0.62
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 K.I.A. Hewage	800,000	0.34
16 S. Karunamoorthy	674,000	0.29
17 S. Durga	621,000	0.26
18 P.M.W.C. Kumara	586,468	0.25
19 N. Balasingam	539,600	0.23
20 U.F. Strunk & M.G. De Albuquerque Leinenbach	482,168	0.20
21 Sampath Bank PLC /Abishek Sithampalam	449,356	0.19
22 Seylan Bank PLC /Wathumullage Udith Mandula Wickramasinghe	440,000	0.19
23 S.R. Lokuge	410,000	0.17
24 D.N. Lokuge	410,000	0.17
25 S. Umeshwary	408,993	0.17
	211,990,391	90.03
Others	23,463,009	9.97
	<b>235,453,400</b>	<b>100.00</b>

### Directors' Shareholding As At 30th September 2022

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 30th September 2022

#### Number of Public Shareholders

42.7%

4,500

### The Float Adjusted Market Capitalization as at 30th September 2022 (Rs. )

2,724,504,705.90

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.