



## **INTERIM FINANCIAL STATEMENTS**

For the Year ended 31st March 2021

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

Amounts in Rupees '000

	Company					
	Quarter ended 31st March			Year ended 31st March		
	2021	2020	Change %	2021	2020	Change %
<b>Gross Income</b>	<b>2,650,930</b>	<b>2,383,502</b>	11.2	<b>9,469,942</b>	<b>9,695,306</b>	(2.3)
Interest Income	2,250,150	2,220,537	1.3	8,331,297	8,912,196	(6.5)
Interest Expense	(887,305)	(1,161,559)	(23.6)	(4,067,534)	(4,854,516)	(16.2)
<b>Net Interest Income</b>	<b>1,362,845</b>	<b>1,058,978</b>	28.7	<b>4,263,763</b>	<b>4,057,680</b>	5.1
Fee and Commission Income	126,640	79,558	59.2	373,551	350,337	6.6
<b>Net Fee and Commission Income</b>	<b>126,640</b>	<b>79,558</b>	59.2	<b>373,551</b>	<b>350,337</b>	6.6
Net Gain / (Loss) from Trading	(164)	(645)	(74.6)	642	(384)	267.0
Net Gain / (Loss) from other Financial Instruments at FVTPL	7,174	12,539	(42.8)	36,564	63,839	(42.7)
Other Operating Income	267,130	71,513	273.5	727,888	369,318	97.1
<b>Total Operating Income</b>	<b>1,763,625</b>	<b>1,221,943</b>	44.3	<b>5,402,408</b>	<b>4,840,790</b>	11.6
Impairment Charges and Other Credit Losses on Financial Assets	(26,102)	(182,941)	(85.7)	(575,076)	(487,815)	17.9
<b>Net Operating Income</b>	<b>1,737,523</b>	<b>1,039,002</b>	67.2	<b>4,827,332</b>	<b>4,352,975</b>	10.9
<b>Expenses</b>						
Personnel Expenses	(226,957)	(248,683)	(8.7)	(1,068,763)	(1,053,242)	1.5
Premises Equipment and Establishment Expenses	(50,629)	(109,688)	(53.8)	(171,557)	(155,160)	10.6
Other Operating Expenses	(262,061)	(98,742)	165.4	(728,461)	(702,677)	3.7
<b>Operating Profit Before Taxes on Financial Services</b>	<b>1,197,876</b>	<b>581,889</b>	105.9	<b>2,858,551</b>	<b>2,441,896</b>	17.1
Taxes on Financial Services	(170,650)	(86,426)	97.5	(468,768)	(579,795)	(19.1)
<b>Profit Before Income Tax</b>	<b>1,027,227</b>	<b>495,463</b>	107.3	<b>2,389,783</b>	<b>1,862,101</b>	28.3
Income Tax Expense	(239,595)	(120,234)	99.3	(661,604)	(608,691)	8.7
<b>Profit for the Period</b>	<b>787,632</b>	<b>375,229</b>	109.9	<b>1,728,179</b>	<b>1,253,410</b>	37.9
<b>Earnings Per Share (Annualised) - Rs.</b>	<b>53.52</b>	<b>25.50</b>	109.9	<b>29.36</b>	<b>21.29</b>	37.9
<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	(23,020)	(11,338)	103.0	(23,020)	(11,338)	103.0
<b>Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability</b>	<b>(23,020)</b>	<b>(11,338)</b>	<b>103.0</b>	<b>(23,020)</b>	<b>(11,338)</b>	<b>103.0</b>
Revaluation of Land & Buildings , Net of Tax	4,615	-	100.0	4,615	-	100.0
<b>Revaluation of Land &amp; Buildings</b>	<b>4,615</b>	<b>-</b>	<b>100.0</b>	<b>4,615</b>	<b>-</b>	<b>100.0</b>
<b>Items that are or may be reclassified to Profit or Loss</b>						
Fair Value Gains / (Losses) that arose during the period, Net of Tax	-	-	-	-	-	-
<b>Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Comprehensive Income for the Period, Net of Tax</b>	<b>(18,405)</b>	<b>(11,338)</b>	<b>103.0</b>	<b>(18,405)</b>	<b>(11,338)</b>	<b>103.0</b>
<b>Total Comprehensive Income for the Period</b>	<b>769,227</b>	<b>363,891</b>	111.4	<b>1,709,774</b>	<b>1,242,072</b>	37.7

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

Amounts in Rupees '000

	Group	
	Quarter ended 31st March 2021	Year ended 31st March 2021
<b>Gross Income</b>	<b>2,650,930</b>	<b>9,469,942</b>
Interest Income	2,250,150	8,331,297
Interest Expense	(887,305)	(4,067,534)
<b>Net Interest Income</b>	<b>1,362,845</b>	<b>4,263,763</b>
Fee and Commission Income	126,640	373,551
<b>Net Fee and Commission Income</b>	<b>126,640</b>	<b>373,551</b>
Net Gain / (Loss) from Trading	(164)	642
Net Gain / (Loss) from other Financial Instruments at FVTPL	7,174	36,564
Other Operating Income	267,130	727,888
<b>Total Operating Income</b>	<b>1,763,625</b>	<b>5,402,408</b>
Impairment Charges and Other Credit Losses on Financial Assets	(26,102)	(575,076)
<b>Net Operating Income</b>	<b>1,737,523</b>	<b>4,827,332</b>
<b>Expenses</b>		
Personnel Expenses	(226,957)	(1,068,771)
Premises Equipment and Establishment Expenses	(50,629)	(171,557)
Other Operating Expenses	(262,644)	(731,705)
<b>Operating Profit Before Taxes on Financial Services</b>	<b>1,197,293</b>	<b>2,855,299</b>
Taxes on Financial Services	(170,650)	(468,768)
<b>Profit Before Income Tax</b>	<b>1,026,643</b>	<b>2,386,531</b>
Income Tax Expense	(238,814)	(660,824)
<b>Profit for the Period</b>	<b>787,829</b>	<b>1,725,707</b>
<b>Profit Attributable to :</b>		
Equity holders of the Company	787,829	1,725,707
Non Controlling Interest	-	-
<b>Profit for the Period</b>	<b>787,829</b>	<b>1,725,707</b>
<b>Earnings Per Share (Annualised) - Rs.</b>	<b>53.54</b>	<b>29.32</b>
<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	(23,020)	(23,020)
<b>Actuarial Gains / (Losses) on Remeasurement of Defined Benefit Liability</b>	<b>(23,020)</b>	<b>(23,020)</b>
Revaluation of Land & Buildings , Net of Tax	4,615	4,615
<b>Revaluation of Land &amp; Buildings</b>	<b>4,615</b>	<b>4,615</b>
<b>Items that are or may be reclassified to Profit or Loss</b>		
Fair Value Gains / (Losses) that arose during the period, Net of Tax	-	-
<b>Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income</b>	<b>-</b>	<b>-</b>
<b>Other Comprehensive Income for the Period, Net of Tax</b>	<b>(18,405)</b>	<b>(18,405)</b>
<b>Total Comprehensive Income for the Period</b>	<b>769,424</b>	<b>1,707,302</b>
<b>Attributable to :</b>		
Equity holders of the Company	769,424	1,707,302
Non Controlling Interest	-	-
<b>Total Comprehensive Income for the Period</b>	<b>769,424</b>	<b>1,707,302</b>

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

Amounts in Rupees '000

	Company			Group
	As at 31st March 2021	As at 31st March 2020 (Audited)	Change %	As at 31st March 2021
<b>Assets</b>				
Cash and Cash Equivalents	1,683,003	2,046,506	(17.8)	1,712,138
Placements with Banks and Other Finance Companies	267,312	2,568,898	(89.6)	267,312
Reverse Repurchase Agreements	1,795,352	2,079,841	(13.7)	1,795,352
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	1,188,829	1,084,455	9.6	1,352,703
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	33,660,559	27,625,557	21.8	33,660,559
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	14,085,116	13,493,996	4.4	14,085,116
Financial Investments Measured at Fair Value Through Other Comprehensive Income	204	204	-	204
Financial Assets at Amortised Cost - Debt and other Financial Instruments	-	97,955	(100.0)	-
Financial Assets at Amortised Cost - Other Financial Assets	15,162	16,618	(8.8)	15,162
Investment in Subsidiary	0	-	100.0	-
Investment Property	1,100,000	-	100.0	-
Property, Plant and Equipment	614,155	1,762,547	(65.2)	2,119,144
Right of Use Lease Assets	583,945	369,693	58.0	583,945
Intangible Assets	9,898	17,664	(44.0)	9,898
Deferred Tax Assets	85,790	73,780	16.3	86,570
Other Assets	152,007	186,135	(18.3)	150,044
<b>Total Assets</b>	<b>55,241,332</b>	<b>51,423,849</b>	<b>7.4</b>	<b>55,838,147</b>
<b>Liabilities</b>				
Bank Overdrafts	983,750	964,530	2.0	983,750
Rental Received in Advance	247,761	266,875	(7.2)	247,761
Financial Liabilities at Amortised Cost - Deposits due to Customers	32,170,953	29,243,913	10.0	32,170,953
Financial Liabilities at Amortised Cost - Interest bearing Borrowings	11,293,271	12,037,796	(6.2)	11,891,759
Lease Creditors	599,681	402,519	49.0	599,681
Current Tax Liabilities	641,129	223,998	186.2	641,129
Deferred Tax Liabilities	112,558	260,945	(56.9)	112,558
Other Liabilities	841,325	1,442,619	(41.7)	842,124
Retirement Benefit Obligations	162,996	102,642	58.8	162,996
<b>Total Liabilities</b>	<b>47,053,424</b>	<b>44,945,837</b>	<b>4.7</b>	<b>47,652,711</b>
<b>Equity</b>				
Stated Capital	1,325,918	1,325,918	-	1,325,918
Statutory Reserve Fund	1,554,200	1,208,564	28.6	1,554,200
Other Reserves	139,261	134,646	3.4	139,261
Retained Earnings	5,168,529	3,808,884	35.7	5,166,058
Total Equity attributable to Equity holders of the Company	<b>8,187,908</b>	<b>6,478,012</b>	<b>26.4</b>	<b>8,185,436</b>
Non Controlling Interest	-	-	-	-
<b>Total Equity</b>	<b>8,187,908</b>	<b>6,478,012</b>	<b>26.4</b>	<b>8,185,436</b>
<b>Total Liabilities and Equity</b>	<b>55,241,332</b>	<b>51,423,849</b>	<b>7.4</b>	<b>55,838,147</b>
<b>Net Assets Value Per Share (Rs.)</b>	<b>139.10</b>	<b>110.05</b>	<b>26.4</b>	<b>139.06</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 ;



Dhammika Perera  
**Executive Director**

18th May 2021  
Colombo



S.B. Rangamuwa  
**Managing Director**

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

	Amounts in Rupees '000					
	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	General Reserve	Retained Earnings	Total Equity
<b>Balance as at 01st April 2019</b>	<b>1,325,918</b>	<b>957,882</b>	<b>127,146</b>	<b>7,500</b>	<b>3,052,507</b>	<b>5,470,953</b>
<b>Total Comprehensive Income for the Period</b>						
Profit for the Period	-	-	-	-	1,253,410	1,253,410
<b>Other Comprehensive Income, net of Tax</b>						
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	-	-	-
Net Actuarial Gains / (Losses) on Retirement Benefit Liability	-	-	-	-	(11,338)	(11,338)
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,242,072</b>	<b>1,242,072</b>
<b>Transactions with owners of the Company</b>						
<b>Contributions and distributions</b>						
Dividends to equity holders						
First and final Dividend for 2018/19	-	-	-	-	(235,453)	(235,453)
Unclaimed Dividend Adjustments	-	-	-	-	440	440
Statutory Reserve Transfer	-	250,682	-	-	(250,682)	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>250,682</b>	<b>-</b>	<b>-</b>	<b>(485,695)</b>	<b>(235,013)</b>
<b>Balance as at 31st March 2020</b>	<b>1,325,918</b>	<b>1,208,564</b>	<b>127,146</b>	<b>7,500</b>	<b>3,808,884</b>	<b>6,478,012</b>
<b>Balance as at 01st April 2020</b>	<b>1,325,918</b>	<b>1,208,564</b>	<b>127,146</b>	<b>7,500</b>	<b>3,808,884</b>	<b>6,478,012</b>
<b>Total Comprehensive Income for the Period</b>						
Profit for the Period	-	-	-	-	1,728,179	1,728,179
<b>Other Comprehensive Income, net of Tax</b>						
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	-	-	-
Net Actuarial Gains / (Losses) on Defined Benefit Liability	-	-	-	-	(23,020)	(23,020)
Revaluation of Land & Buildings , Net of Tax	-	-	4,615	-	-	4,615
<b>Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>4,615</b>	<b>-</b>	<b>1,705,159</b>	<b>1,709,774</b>
<b>Transactions with owners of the Company</b>						
<b>Contributions and distributions</b>						
Dividends to equity holders						
Unclaimed Dividend Adjustments	-	-	-	-	122	122
Statutory Reserve Transfer	-	345,636	-	-	(345,636)	-
<b>Total Transactions with Equity Holders</b>	<b>-</b>	<b>345,636</b>	<b>-</b>	<b>-</b>	<b>(345,514)</b>	<b>122</b>
<b>Balance as at 31st March 2021</b>	<b>1,325,918</b>	<b>1,554,200</b>	<b>131,761</b>	<b>7,500</b>	<b>5,168,529</b>	<b>8,187,908</b>

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

	Amounts in Rupees '000							
	Stated Capital	Statutory Reserve Fund	Revaluation Reserve	General Reserve	Retained Earnings	Total Equity Attributable to Equity Holders of the Company	Non Controlling Interest	Total Equity
<b>Balance as at 01st April 2020</b>	1,325,918	1,208,564	127,146	7,500	3,808,884	6,478,012	-	6,478,012
<b>Total Comprehensive Income for the Period</b>								
Profit for the Period	-	-	-	-	1,725,707	1,725,707	-	1,725,707
<b>Other Comprehensive Income, net of Tax</b>								
Net Gains / (Losses) on Investment in Financial Assets at Fair Value through Other Comprehensive Income	-	-	-	-	-	-	-	-
Revaluation of Land & Buildings , Net of Tax	-	-	4,615	-	-	4,615	-	4,615
Net Actuarial Gains / (Losses) on Retirement Benefit Liability	-	-	-	-	(23,020)	(23,020)	-	(23,020)
<b>Total Comprehensive Income for the Period</b>	-	-	4,615	-	1,702,687	1,707,302	-	1,707,302
<b>Transactions with owners of the Company</b>								
<b>Contributions and distributions</b>								
Dividends to equity holders								
Unclaimed Dividend Adjustments	-	-	-	-	122	122	-	122
Statutory Reserve Transfer	-	345,636	-	-	(345,636)	-	-	-
<b>Total Transactions with Equity Holders</b>	-	345,636	-	-	(345,514)	122	-	122
<b>Balance as at 31st March 2021</b>	1,325,918	1,554,200	131,761	7,500	5,166,058	8,185,436	-	8,185,436

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

Amounts in Rupees '000

For the Period Ended	Company		Group
	31st March 2021	31st March 2020	31st March 2021
<b>Cash Flow From Operating Activities</b>			
Interest and Commission Receipts	8,910,714	9,274,074	8,910,714
Interest Payments	(4,009,052)	(4,465,166)	(4,021,627)
Cash Receipts from Customers	773,293	261,378	773,293
Cash Payments to Employees and Suppliers	(2,192,261)	(2,431,885)	(2,194,715)
<b>Operating Profit Before Changes in Operating Assets and Liabilities</b>	<b>3,482,694</b>	<b>2,638,401</b>	<b>3,467,665</b>
<b>( Increase ) / Decrease in Operating Assets</b>			
Short Term Funds	319,207	36,355	320,700
Deposits held for Regulatory or Monetary Control Purposes	394,841	(13,969)	394,841
Financial Assets at Amortised Cost - Loans and advances / Lease rental & Hire purchase receivables	(7,251,267)	(2,771,552)	(7,251,267)
Other Short Term Negotiable Securities	2,115,733	(410,380)	1,951,859
<b>Increase / ( Decrease ) in Operating Liabilities</b>			
Financial liabilities at amortised cost – Due to depositors	2,977,388	3,695,860	2,977,388
Financial liabilities at amortised cost – Certificate of Deposits	(159,602)	(48,581)	(159,602)
<b>Net Cash (Used In) / Generated from Operating Activities before Income Tax</b>	<b>1,878,994</b>	<b>3,126,133</b>	<b>1,701,584</b>
Current Taxes Paid	(392,986)	(973,520)	(392,986)
Gratuity Paid	(2,324)	(6,354)	(2,324)
<b>Net Cash (Used In) / Generated from Operating Activities</b>	<b>1,483,684</b>	<b>2,146,259</b>	<b>1,306,274</b>
<b>Cash Flows From Investing Activities</b>			
Dividends Received	122	211	122
Investment in subsidiary	0	-	-
Proceed from Sale of Property , Plant and Equipment	512	1,166	512
Purchase of Property , Plant and equipment	(182,246)	(148,863)	(575,701)
Purchase of Intangible Assets	-	(5,559)	-
<b>Net Cash (Used In) / Generated from Investing Activities</b>	<b>(181,612)</b>	<b>(153,045)</b>	<b>(575,067)</b>
<b>Cash Flows From Financing Activities</b>			
Net Increase / (decrease) in Financial liabilities at amortised cost – Interest bearing Borrowings	(1,684,917)	(618,088)	(1,084,917)
Dividend paid	-	(235,455)	-
Unclaimed Dividend Adjustments	122	440	122
<b>Net Cash (Used In) / Generated from Financing Activities</b>	<b>(1,684,795)</b>	<b>(853,103)</b>	<b>(1,084,795)</b>
<b>Net Increase / ( Decrease ) in Cash &amp; Cash Equivalents</b>	<b>(382,723)</b>	<b>1,140,111</b>	<b>(353,588)</b>
Cash & Cash Equivalents at the Beginning of the Period	1,081,976	(58,136)	1,081,976
<b>Cash &amp; Cash Equivalents at the End of the Period ( Note A )</b>	<b>699,253</b>	<b>1,081,975</b>	<b>728,388</b>
<b>Note A</b>			
<b>Cash &amp; Cash Equivalents at the End of the Period</b>			
Cash in Hand and at Banks	1,683,003	2,046,506	1,712,138
Bank Overdrafts	(983,750)	(964,530)	(983,750)
	<b>699,253</b>	<b>1,081,976</b>	<b>728,388</b>

**Analysis of Financial Instruments by Measurement Basis**

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		
	Company		Group	Company		Group	Company		Group	Company		Group
	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021
<b>Assets</b>												
Cash and Cash Equivalents	-	-	-	-	-	-	1,683,003	2,046,506	1,712,138	1,683,003	2,046,506	1,712,138
Placements with Banks and Other Finance Companies	-	-	-	-	-	-	267,312	2,568,898	267,312	267,312	2,568,898	267,312
Reverse Repurchase Agreements	-	-	-	-	-	-	1,795,352	2,079,841	1,795,352	1,795,352	2,079,841	1,795,352
Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)	1,188,829	1,084,455	1,352,703	-	-	-	-	-	-	1,188,829	1,084,455	1,352,703
Financial Assets at Amortised Cost - Loans and Receivables to Other Customers	-	-	-	-	-	-	33,660,559	27,625,557	33,660,559	33,660,559	27,625,557	33,660,559
Financial Assets at Amortised Cost - Lease Rental and Hire Purchase Receivables	-	-	-	-	-	-	14,085,116	13,493,996	14,085,116	14,085,116	13,493,996	14,085,116
Financial Investments Measured at Fair Value Through Other Comprehensive Income	-	-	-	204	204	204	-	-	-	204	204	204
Financial Assets at Amortised Cost - Debt and other Financial Instruments	-	-	-	-	-	-	-	97,955	-	-	97,955	-
Financial Assets at Amortised Cost - Other Financial Assets	-	-	-	-	-	-	15,162	16,618	15,162	15,162	16,618	15,162
<b>Total Financial Assets</b>	<b>1,188,829</b>	<b>1,084,455</b>	<b>1,352,703</b>	<b>204</b>	<b>204</b>	<b>204</b>	<b>51,506,504</b>	<b>47,929,371</b>	<b>51,535,639</b>	<b>52,695,538</b>	<b>49,014,030</b>	<b>52,888,547</b>
							Financial Liabilities at Amortised Cost (AC)			Total		
							Company		Group	Company		Group
	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	As at 31st March 2020	As at 31st March 2021	
<b>Liabilities</b>												
Bank Overdrafts							983,750	964,530	983,750	983,750	964,530	983,750
Rental Received in Advance							247,761	266,875	247,761	247,761	266,875	247,761
Financial Liabilities at Amortised Cost - Deposits due to Customers							32,170,953	29,243,913	32,170,953	32,170,953	29,243,913	32,170,953
Financial Liabilities at Amortised Cost - Interest bearing Borrowings							11,293,271	12,037,796	11,891,759	11,293,271	12,037,796	11,891,759
Lease Creditor							599,681	402,519	599,681	599,681	402,519	599,681
<b>Total Financial Liabilities</b>							<b>45,295,417</b>	<b>42,915,633</b>	<b>45,893,905</b>	<b>45,295,417</b>	<b>42,915,633</b>	<b>45,893,905</b>



### Explanatory Notes

1. There were no changes to the Accounting Policies and methods of computation since the publication of the Audited Financial Statements for the year ended 31st March 2020.
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 reaffirmed / withdrawn the ratings issued to the Company as follows.  
 Issuer Rating of [SL] BBB (stable) , reaffirmed  
 Guaranteed Subordinate Redeemable Debentures rating of [SL] AA - (SO) (stable) , withdrawn
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. Mr. R M Karunaratne, who served as the Acting Chairman was appointed as the Chairman of the Board of Directors with effect from 16th July 2020.
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.

### Selected Performance Indicators

Indicator	As at 31st March 2021	As at 31st March 2020
	Rs'000	Rs'000
<b>Asset Quality</b>		
<b>Based on Sri Lanka Accounting Standards effected prior to 1st April 2012</b>		
Total Accommodation (Net of Interest in Suspense)	49,794,458	42,579,361
Net Total Accommodations (Net of Provision for Bad and Doubtful Debts)	48,487,183	41,366,075
Non-Performing Accommodations (Net of Interest in Suspense)	1,905,366	1,860,590
<b>Liquidity</b>		
Required Minimum Amount of Liquid Assets	1,938,259	1,814,577
Available Amount of Liquid Assets	2,927,819	5,771,368
Required Minimum Amount of Government Securities	1,439,740	1,319,847
Available Amount of Government Securities	1,795,353	2,178,021
<b>Capital Adequacy</b>		
Tier 1 Capital to Risk Weighted Assets Ratio (Minimum 6.5%)	10.21%	11.09%
Total Capital to Risk Weighted Assets Ratio (Minimum 10.5%)	11.32%	12.20%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)	20.44%	21.01%
<b>Profitability</b>		
Return on Average Assets (After Tax)	3.24%	2.53%
Return on Average Equity	23.57%	20.98%

## Additional Notes

### Information On Ordinary Shares

#### Share Price During the Quarter

	For the Quarter Ended	
	31.03.2021	31.03.2020
Highest	194.50	74.90
Lowest	66.10	50.00
Closing	105.25	53.60
No. of Ordinary Share Issued as at 31st March	58,863,350	58,863,350

#### VFIN Debentures 2015/2020

	For the quarter ended					
	Highest		Lowest		Period End	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020	31.03.2021	31.03.2020
5 Year Fixed Rate - 10.25%	N/A	99.00	N/A	99.00	N/A	99.00

#### Interest Rates

##### VFIN Debentures 2015/2020

	For the quarter ended			
	Coupon Rate		Effective Rate	
	31.03.2021	31.03.2021	31.03.2020	31.03.2020
5 Year Fixed Rate - 10.25%	N/A	N/A	10.25%	10.51%

#### Interest Rates of Comparable Government Securities

	For the quarter ended	
	31.03.2021	31.03.2020
5 Year Treasury Bond	N/A	9.27%

#### Interest Yield and Yield to Maturity

##### VFIN Debentures 2015/2020

	For the quarter ended	
	31.03.2021	31.03.2020
Interest Yield	N/A	10.35%
Yield to Maturity of last trade	N/A	14.51%

\* Debentures 2015/2020 - Rs. 1,000 Mn redeemed on the respective maturity date.

\*\*\* N/A - Not Applicable as at 31st March and N/T - Not Traded as at 31st March

#### Ratios

	31.03.2021	31.03.2020
Debt to Equity Ratio (%)	1.38	1.86
Interest Cover (Times)	1.70	1.50
Liquid Asset Ratio (%)	15.77%	18.97%

#### 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	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	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	2,753,271	3,193,016	59	3,000	5,201,677	5,254,145	376,290	462,035	-	-	8,331,297	8,912,196
Fee & Commission Income	-	-	-	-	-	-	-	-	373,551	350,337	373,551	350,337
Dividends	-	-	-	-	-	-	122	211	-	-	122	211
Other	-	-	-	-	-	-	67,168	107,414	697,804	325,148	764,972	432,562
<b>Total Revenue</b>	<b>2,753,271</b>	<b>3,193,016</b>	<b>59</b>	<b>3,000</b>	<b>5,201,677</b>	<b>5,254,145</b>	<b>443,580</b>	<b>569,660</b>	<b>1,071,354</b>	<b>675,485</b>	<b>9,469,942</b>	<b>9,695,306</b>
Profit before Income tax											2,386,531	1,862,101
Income Tax Expense											(660,824)	(608,691)
<b>Profit after tax</b>											<b>1,725,707</b>	<b>1,253,410</b>
<b>Other Information</b>												
<b>As at 31st March</b>												
Segment assets	14,080,797	13,488,736	4,320	5,260	33,660,559	27,625,557	3,430,733	5,831,353	4,661,738	4,472,943	55,838,147	51,423,849
Segment Liabilities	12,016,662	11,789,522	3,687	4,597	28,726,184	24,145,485	2,927,814	5,096,760	3,978,364	3,909,473	47,652,711	44,945,838
<b>Net assets</b>	<b>2,064,135</b>	<b>1,699,214</b>	<b>633</b>	<b>663</b>	<b>4,934,375</b>	<b>3,480,072</b>	<b>502,919</b>	<b>734,593</b>	<b>683,374</b>	<b>563,470</b>	<b>8,185,436</b>	<b>6,478,012</b>

## Share Information

### 20 Major Shareholders as at 31st March 2021

	No. of Shares	(%)
1 Vallibel Investments (Pvt) Limited	30,277,000	51.436
2 K.D.D. Perera	12,616,266	21.433
3 K.D.A. Perera	2,133,240	3.624
4 Pershing LLC S/A Averbach Grauson & Co.	2,028,909	3.447
5 R.F.T. Perera	1,825,232	3.101
6 Seylan Bank PLC/S. B. Rangamuwa	1,312,500	2.230
7 S. Abishek	628,711	1.068
8 Hatton National Bank PLC-NDB Wealth Growth And Income Fund	286,735	0.487
9 B.A.R. Dissanayake	284,041	0.483
10 A. Ragupathy	205,708	0.349
11 K.I.A. Hewage	200,000	0.340
12 H. Beruwalage	187,300	0.318
13 A. Sithampalam	176,812	0.300
14 W.M.A.B. Walisundara	162,050	0.275
15 Seylan Bank PLC/Senthilverl Holdings (Pvt) Ltd	148,919	0.253
16 N. Balasingam	134,900	0.229
17 U.F. Strunk & M.G. De Albuquerque Leinenbach	124,392	0.211
18 K.D.H. Perera	122,612	0.208
19 Seylan Bank PLC/Sivapiragasam Kanagasingam Aathithan	121,761	0.207
20 J.B. Cocoshell (Pvt) Ltd	120,370	0.204
	<b>53,097,458</b>	<b>90.205</b>
Others	5,765,892	9.795
	<b>58,863,350</b>	<b>100.000</b>

### Directors' Shareholding As At 31st March 2021

1 Dhammika Perera	12,616,266	21.433%
2 Seylan Bank PLC/ S B Rangamuwa	1,312,500	2.230%
3 R M Karunaratne	-	-
4 T Murakami	-	-
5 K D A Perera	2,133,240	3.624%
6 A Dadigama	-	-
7 H Ota (Alternate Director to T Murakami)	-	-
8 Seylan Bank PLC/ S S Weerabahu	16,551	0.028%
9 Janaka Kumarasinghe	-	-
	<b>16,078,557</b>	<b>27.315%</b>

### Public Holding As At 31st March 2021

21.130%

### Number of Public Shareholders

2,810

### The Float Adjusted Market Capitalization (Rs.)

1,309,106,972.25

The Float adjusted market capitalization of the Company falls under **Option 5** of Rule 7.13.1 (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.