

**INTERIM FINANCIAL STATEMENTS
QUARTER ENDED SEPTEMBER 30, 2022**



SMB LEASING PLC

No: 282/1, CBS Building, Galle Road, Colombo 03

SMB Leasing PLC
Statement of Profit or Loss and Other Comprehensive Income
For the period ended September 30, 2022 (LKR 000)

Company	Quarter ended September 30, 2022 Unaudited	Quarter ended September 30, 2021 Unaudited	Variance	YTD September 30, 2022 Unaudited	YTD September 30, 2021 Unaudited	Variance
Interest income	83,872	42,864	96%	213,512	120,945	77%
Interest expenses	(29,500)	(17,982)	64%	(76,220)	(42,913)	78%
Net interest income	54,372	24,882	119%	137,292	78,032	76%
Fee and commission income	1,987	5,240	-62%	7,893	9,851	-20%
Net interest, fee and commission income	56,359	30,122	87%	145,185	87,883	65%
Other operating income (net)	39,805	24,508	62%	111,781	31,560	254%
Total operating income	96,164	54,630	76%	256,966	119,443	115%
Impairment (charge) / reversal for the period	(40,314)	1,231	3375%	(59,051)	53,212	211%
Net operating income	55,850	55,861	0%	197,915	172,655	15%
Personnel expenses	(23,483)	(17,933)	31%	(63,317)	(51,026)	24%
Premises, equipment & establishment expenses	(5,209)	(5,329)	-2%	(14,628)	(16,702)	-12%
Depreciation and amortization	(4,675)	(4,791)	-2%	(12,637)	(14,353)	-12%
Other expenses	(8,213)	(4,229)	94%	(22,849)	(12,616)	81%
Operating profit / (loss) before taxes on financial services	14,270	23,579	-39%	84,484	77,958	8%
Taxes on financial services	(1,556)	-	100%	(10,714)	(5,403)	98%
Profit / (Loss) after taxes on financial services	12,714	23,579	-46%	73,770	72,555	2%
Share of loss of associate company	(316)	-	100%	(316)	(184)	72%
Profit / (Loss) before income tax	12,398	23,579	-47%	73,454	72,371	1%
Income tax expenses	-	(2,409)	-100%	-	(2,409)	0%
Profit / (Loss) for the period	12,398	21,170	-41%	73,454	69,962	5%
Basic earnings/(loss) per share	0.001	0.002	-41%	0.008	0.007	5%

Company	Quarter ended September 30, 2022 Unaudited	Quarter ended September 30, 2021 Unaudited	Variance	YTD September 30, 2022 Unaudited	YTD September 30, 2021 Unaudited	Variance
Profit / (Loss) for the period	12,398	21,170	-41%	73,454	69,962	5%
Other comprehensive income						
Actuarial loss on defined benefit plans	-	-	0%	-	-	0%
Equity investments at FVOCI - Net change in fair value	-	-	0%	-	-	0%
Tax on other comprehensive income	-	-	-	-	-	-
Other comprehensive expense for the period (net of tax)	-	-	0%	-	-	0%
Total comprehensive income / (expense) for the period	12,398	21,170	-41%	73,454	69,962	5%

SMB Leasing PLC
Statement of Profit or Loss and Other Comprehensive Income
For the period ended September 30, 2022 (LKR 000)

Group	Quarter ended September 30, 2022 Unaudited	Quarter ended September 30, 2021 Unaudited	Variance	YTD September 30, 2022 Unaudited	YTD September 30, 2021 Unaudited	Variance
Interest income	83,916	43,266	94%	214,852	122,252	76%
Interest expenses	(29,500)	(18,057)	63%	(76,252)	(43,180)	77%
Net interest income	54,416	25,209	116%	138,600	79,072	75%
Fee and commission income	1,987	5,240	-62%	7,893	9,851	-20%
Net interest, fee and commission income	56,403	30,449	85%	146,493	88,923	65%
Other operating income (net)	43,870	35,630	23%	128,786	71,552	80%
Total operating income	100,273	66,079	52%	275,279	160,475	72%
Impairment (charge)/ reversal for the period	(40,314)	1,231	3375%	(59,051)	53,212	211%
Net operating income	59,959	67,310	-11%	216,229	213,687	1%
Personnel expenses	(33,987)	(29,570)	15%	(97,649)	(88,727)	10%
Premises, equipment & establishment expenses	(5,329)	(5,403)	-1%	(15,028)	(16,978)	-11%
Depreciation and amortizations	(5,589)	(5,871)	-5%	(15,469)	(17,571)	-12%
Other expenses	(10,260)	(6,719)	53%	(31,093)	(20,184)	54%
Operating profit / (loss) before taxes on financial services	4,794	19,747	-76%	56,989	70,227	-19%
Taxes on financial services	(1,556)	-	100%	(10,714)	(5,403)	98%
Profit / (Loss) after taxes on financial services	3,238	19,747	-84%	46,275	64,824	-29%
Share of loss of associate company	(316)	-	100%	(316)	(184)	72%
Profit / (Loss) before income tax	2,922	19,747	-85%	45,959	64,640	-29%
Income tax expenses	-	(2,409)	0%	-	(2,409)	0%
Profit / (Loss) for the period	2,922	17,338	-83%	45,959	62,231	-26%
Profit/(Loss) attributable to :						
Owners of the parent	7,565	19,216	-61%	59,432	66,019	-10%
Non-controlling interest	(4,643)	(1,878)	147%	(13,473)	(3,788)	256%
Profit / (Loss) for the period	2,922	17,338	-83%	45,959	62,231	-26%
Basic earnings/(loss) per share	0.001	0.002	-45%	0.005	0.007	-26%

Group	Quarter ended September 30, 2022 Unaudited	Quarter ended September 30, 2021 Unaudited	Variance	YTD September 30, 2022 Unaudited	YTD September 30, 2021 Unaudited	Variance
Profit / (Loss) for the period	2,922	17,338	-83%	45,959	62,231	-26%
Other comprehensive income						
Actuarial loss on defined benefit plans	-	-	0%	-	-	0%
Equity investments at FVOCI - Net change in fair value	-	-	0%	-	-	0%
Tax on other comprehensive income	-	-	0%	-	-	0%
Other comprehensive expense for the period (net of tax)	-	-	0%	-	-	0%
Total comprehensive income / (expense) for the period	2,922	17,338	-83%	45,959	62,231	-26%
Total comprehensive income / (expense) attributable to:						
Owners of the parent	7,565	19,216	-61%	59,432	66,019	-10%
Non-controlling interest	(4,643)	(1,878)	147%	(13,473)	(3,788)	256%
Total comprehensive income / (expense) for the period	2,922	17,338	-83%	45,959	62,231	-26%

SMB Leasing PLC
Statement of Financial Position (LKR 000)

As at	Company		Group	
	September 30, 2022 Unaudited	December 31, 2021 Audited	September 30, 2022 Unaudited	December 31, 2021 Audited
Assets				
Cash and cash equivalents	152,205	103,559	152,407	105,179
Placements with banks	2,368,971	2,405,234	2,368,971	2,422,337
Loans and receivables	1,781,356	1,115,518	1,781,356	1,115,518
Financial investments	82,077	82,077	96,676	99,752
Investments in associate	41,517	41,833	41,517	41,833
Investments in subsidiary	12,750	12,750	-	-
Investment properties	341,078	142,778	355,978	157,678
Property, plant & equipment	20,779	7,306	23,780	11,911
Right of use Asset	13,788	23,266	13,788	24,196
Intangible assets	243,788	5,615	243,788	5,615
Deferred tax assets	-	-	2,538	2,538
Other assets	101,338	50,002	110,312	62,980
Total Assets	5,159,647	3,989,938	5,191,111	4,049,537
Liabilities				
Due to financial institutions	1,566,211	526,274	1,566,919	526,274
Due to other customers	125,645	122,276	125,645	122,276
Retirement benefit obligations	9,642	7,545	26,876	25,887
Leased Liabilities	10,877	15,649	10,877	16,706
Other liabilities	122,002	66,378	125,776	69,336
Total Liabilities	1,834,377	738,122	1,856,093	760,479
Equity				
Stated capital	3,062,681	3,062,681	3,062,681	3,062,681
Statutory reserves	37,753	37,753	37,753	37,753
Fair Value Reserves	29,593	29,593	29,593	29,592
Retained earnings	195,243	121,789	193,836	134,404
Total equity attributable to equity holders of the Company	3,325,270	3,251,816	3,323,863	3,264,430
Non- controlling interests	-	-	11,155	24,628
Total Equity	3,325,270	3,251,816	3,335,018	3,289,058
Total Equity and Liabilities	5,159,647	3,989,938	5,191,111	4,049,537

Figures in brackets indicate deductions

The Notes form an integral part of these Interim Financial Statements.

These Financial Statements comply with the requirements of the Companies Act No. 7 of 2007.

Signed

L. Menaka Silva

Head of Finance

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed on behalf of the Board by,

Signed

A.T.S.Sosa

Director

Signed

M.S.A.Wadood

Director

Colombo

November 15, 2022

SMB Leasing PLC
Statement of Changes in Equity
For the period ended September 30, 2022 (LKR 000)

Company	Stated Capital		Statutory Reserve Fund	Fair Value Reserve	Retained Earnings	Total
	Ordinary - Voting Shares	Ordinary - Non Voting Shares				
Balance as at January 1, 2021	708,446	210,618	35,081	8,251	74,872	1,037,268
(Loss) / Profit for the period	-	-	-	-	69,962	69,962
Other comprehensive (expense) / income (net of tax)	-	-	-	-	-	-
Total comprehensive (expense) / income for the period	-	-	-	-	69,962	69,962
Transfer to statutory reserve	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-
Balance as at September 30, 2021	708,446	210,618	35,081	8,251	144,834	1,107,230
(Loss) / Profit for the period	-	-	-	-	6,215	6,215
Other comprehensive (expense) / income (net of tax)	-	-	-	21,342	(21,342)	-
Rights issue during the period	1,847,513	296,104	-	-	-	2,143,617
Direct cost of right issue	-	-	-	-	(5,247)	(5,247)
Total comprehensive (expense) / income for the period	2,555,959	506,722	35,081	29,593	124,460	3,251,816
Transfer to statutory reserve	-	-	2,672	-	(2,672)	-
Dividend paid	-	-	-	-	-	-
Total transactions with equity holders	-	-	2,672	-	(2,672)	-
Balance as at December 31, 2021	2,555,959	506,722	37,753	29,593	121,789	3,251,816
Balance as at January 1, 2022	2,555,959	506,722	37,753	29,593	121,789	3,251,816
Profit/ (Loss) for the period	-	-	-	-	73,454	73,454
Other comprehensive income/(expense) (net of tax)	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	73,454	73,454
Transfer to Statutory Reserve	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-
Balance as at September 30, 2022	2,555,959	506,722	37,753	29,593	195,243	3,325,270

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SMB Leasing PLC
Statement of Changes in Equity
For the period ended September 30, 2022 (LKR 000)

Group	Stated Capital		Statutory Reserve Fund	Fair Value Reserve	Retained Earnings	Total	Non Controlling Interest	Total Equity
	Ordinary - Voting Shares	Ordinary - Non Voting Shares						
Balance as at January 1, 2021	708,446	210,618	35,081	8,251	92,471	1,054,867	29,416	1,084,283
(Loss) / Profit for the period	-	-	-	-	66,019	66,019	(3,788)	62,231
Other comprehensive (expense) / income (net of tax)	-	-	-	-	-	-	-	-
Total comprehensive (expense) / income for the period	-	-	-	-	66,019	66,019	(3,788)	62,231
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-	-	-
Balance as at September 30, 2021	708,446	210,618	35,081	8,251	158,490	1,120,887	25,628	1,146,515
(Loss) / Profit for the period	-	-	-	-	(16,168)	(16,168)	(1,000)	(17,168)
Other comprehensive (expense) / income (net of tax)	-	-	-	21,342	-	21,342	-	21,342
Rights issue during the period	1,847,513	296,104	-	-	-	2,143,617	-	2,143,617
Direct cost of right issue	-	-	-	-	(5,247)	(5,247)	-	(5,247)
Total comprehensive (expense) / income for the period	1,847,513	296,104	-	21,342	(21,415)	2,143,544	(1,000)	2,142,544
Transfer to statutory reserve	-	-	2,672	-	(2,672)	-	-	-
Dividend paid	-	-	-	-	-	-	-	-
Total transactions with equity holders	-	-	2,672	-	(2,672)	-	-	-
Balance as at December 31, 2021	2,555,959	506,722	37,753	29,593	134,404	3,264,431	24,628	3,289,058
Balance as at January 1, 2022	2,555,959	506,722	37,753	29,593	134,404	3,264,431	24,628	3,289,058
(Loss) / Profit for the period	-	-	-	-	59,432	59,432	(13,473)	45,959
Other comprehensive (expense) / income (net of tax)	-	-	-	-	-	-	-	-
Total comprehensive (expense) / income for the period	-	-	-	-	59,432	59,432	(13,473)	45,959
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-	-	-
Balance as at September 30, 2022	2,555,959	506,722	37,753	29,593	193,836	3,323,863	11,155	3,335,018

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November 15, 2022

SMB Leasing PLC
Cash Flow Statement

For the period ended September 30, 2022 (LKR 000)

	Company		Group	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flow from operating activities				
Interest receipts	202,510	115,975	203,850	117,283
Interest payments	(70,997)	(36,371)	(71,029)	(36,638)
Fees and commission receipts	88,348	44,848	105,301	84,422
Cash payments to employees and suppliers	(89,535)	(69,449)	(130,438)	(115,538)
Profit before changes in operating assets	130,326	55,003	107,684	49,529
Loans and receivables to other customers	(716,496)	(867)	(716,496)	(866)
Other assets	(81)	(476)	(5,001)	(3,211)
Cash generated /(used in) operating activities	(586,251)	53,660	(613,813)	45,452
Tax paid	(10,726)	(7,812)	(10,726)	(9,235)
Gratuity paid	-	(798)	(1,829)	(1,398)
Net cash generated /(used in) operating activities	(596,977)	45,050	(626,368)	34,819
Cash flow from investing activities				
Net (increase)/decrease in financial investments	-	-	21,095	(3,109)
Net of acquisition and disposal of shares	-	-	-	-
Dividend received	525	450	577	596
Purchase of property, plant & equipment & intangible assets	(254,805)	(983)	(254,883)	(1,743)
(Purchase)/Disposal of Investment Properties	(198,300)	-	(198,300)	-
Net cash generated/(used in) investing activities	(452,580)	(533)	(431,511)	(4,256)
Cash flow from financing activities				
Increase/(decrease) in borrowings from financial institutions	1,009,645	(170,985)	1,009,645	(170,985)
Increase/(decrease) in other borrowings	-	-	-	-
Increase/(decrease) in public borrowings	(14)	(13)	(14)	(13)
Increase/(decrease) in other liabilities	40,418	27,108	45,899	26,538
Lease liability payment	(6,302)	(6,276)	(7,389)	(7,468)
Rights issue during the period	-	2,143,617	-	2,143,617
Right issue expenses	-	(3,957)	-	(3,957)
Dividend paid	-	-	-	-
Net cash generated /(used in) financing activities	1,043,747	1,989,495	1,048,142	1,987,732
Net increase / (decrease) in cash and cash equivalents	(5,810)	2,034,011	(9,737)	2,018,295
Cash and cash equivalents at the beginning of the year	132,224	140,353	135,645	160,345
Cash and cash equivalents at the end of the year	126,414	2,174,364	125,908	2,178,640
Reconciliation of cash and cash equivalents				
Cash and cash equivalents	152,205	2,209,280	152,407	2,210,056
REPO investment with banks	4,189	23,735	4,189	27,235
	156,394	2,233,015	156,596	2,237,291
Bank overdraft	(29,980)	(58,651)	(30,688)	(58,651)
Cash and cash equivalents	126,414	2,174,364	125,908	2,178,640

SMB Leasing PLC
Segment Reporting - Group

For the period ended September 30, (LKR 000)	Loans		Leasing		Treasury		Money Brokering		Unallocated		Consolidated	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Business segments - Group												
Revenue from external customers,												
Interest	106,821	52,166	74,420	52,000	-	-	1,341	1,308	32,270	16,778	214,852	122,252
Fee & commission	1,042	224	3,785	1,148	-	-	-	-	3,066	8,479	7,893	9,851
Other operating Income	60	160	297	67	111,425	31,333	17,004	39,992	-	-	128,786	71,552
Total revenue from external customers	107,923	52,550	78,502	53,215	111,425	31,333	18,345	41,300	35,336	25,257	351,531	203,655
Segment result	45,655	33,797	33,209	34,224	47,137	20,152	7,760	26,562	14,949	16,244	148,710	130,979
Depreciation charged for the year	(4,749)	(4,534)	(3,454)	(4,591)	(4,903)	(2,703)	(807)	(3,563)	(1,555)	(2,180)	(15,469)	(17,571)
Interest expense	(23,410)	(11,142)	(17,028)	(11,283)	(24,170)	(6,644)	(3,979)	(8,757)	(7,665)	(5,354)	(76,252)	(43,180)
Operating profit	17,496	18,121	12,727	18,350	18,064	10,805	2,974	14,242	5,729	8,710	56,989	70,227
Share of profit/ (loss) of associate companies	-	-	-	-	-	-	-	-	(316)	(184)	(316)	(184)
Income tax expense	-	(622)	-	(630)	-	(371)	-	(489)	-	(297)	-	(2,409)
Value added tax (VAT) on financial services	(3,289)	(1,394)	(2,393)	(1,412)	(3,396)	(831)	(559)	(1,096)	(1,077)	(670)	(10,714)	(5,403)
Other comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-
Net profit for the period	14,207	16,105	10,334	16,309	14,668	9,603	2,415	12,657	4,335	7,559	45,959	62,231
Segment assets (As at September 30,)	1,198,376	663,195	582,980	465,474	2,618,054	2,531,838	11,512	19,983	780,189	181,293	5,191,111	3,861,783
Segment liabilities (As at September 30,)	569,838	165,873	414,492	167,968	588,329	98,904	96,862	130,364	186,572	79,728	1,856,093	642,837
For the period ended September 30,												
Cash flow from operating activities	(192,301)	8,984	(139,877)	9,098	(198,541)	5,357	(32,688)	7,061	(62,962)	4,318	(626,368)	34,819
Cash flow from investing activities	(132,478)	(1,098)	(96,363)	(1,112)	(136,777)	(655)	(22,519)	(863)	(43,375)	(528)	(431,511)	(4,256)
Cash flow from financing activities	321,789	512,899	234,065	519,379	332,231	305,824	54,698	403,101	105,358	246,529	1,048,142	1,987,732

Colombo
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SMB Leasing PLC
Classification of Financial Instruments
For the period ended September 30, 2022 (LKR 000)

September 30, 2022					
Assets - Company	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Assets					
Cash and cash equivalents	-	152,205	-	-	152,205
Placements with banks	-	2,368,971	-	-	2,368,971
Financial assets at amortised cost-Loans and receivables to other customers	-	1,781,356	-	-	1,781,356
Fair value through profit or loss (FVTPL)	700	-	-	-	700
Fair value through other comprehensive income (FVTOCI)	-	-	81,377	-	81,377
Total financial assets	700	4,302,532	81,377	-	4,384,609
Non Financial Assets					
Investment in associate	-	-	-	41,517	41,517
Investment in subsidiary	-	-	-	12,750	12,750
Investment properties	341,078	-	-	-	341,078
Property, plant & equipment	-	-	-	20,779	20,779
Right-of-use assets	-	-	-	13,788	13,788
Intangible assets	-	-	-	243,788	243,788
Other assets	-	-	-	101,338	101,338
Total non financial assets	341,078	-	-	433,959	775,037
Total assets	341,778	4,302,532	81,377	433,959	5,159,647

September 30, 2022					
Liabilities - Company	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Liabilities					
Due to financial institutions	-	1,566,211	-	-	1,566,211
Due to other customers	-	125,645	-	-	125,645
Lease liabilities	-	10,877	-	-	10,877
Total financial liabilities	-	1,702,733	-	-	1,702,733
Non Financial Liabilities					
Retirement benefit obligations	-	9,642	-	-	9,642
Other liabilities	-	122,002	-	-	122,002
Total non financial liabilities	-	131,644	-	-	131,644
Total liabilities	-	1,834,377	-	-	1,834,377

SMB Leasing PLC
Classification of Financial Instruments
For the period ended December 31, 2021 (LKR 000)

Assets - Company	December 31, 2021				
	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Assets					
Cash and cash equivalents	-	103,559	-	-	103,559
Placements with banks	-	2,405,234	-	-	2,405,234
Financial assets at amortised cost-Loans and receivables to other customers	-	1,115,518	-	-	1,115,518
Fair value through profit or loss (FVTPL)	700	-	-	-	700
Fair value through other comprehensive income (FVTOCI)	-	-	81,377	-	81,377
Total financial assets	700	3,624,312	81,377	-	3,706,388
Non Financial Assets					
Investment in associate	-	-	-	41,833	41,833
Investment in subsidiary	-	-	-	12,750	12,750
Investment properties	142,778	-	-	-	142,778
Property, plant & equipment	-	-	-	7,306	7,306
Right-of-use assets	-	-	-	23,266	23,266
Intangible assets	-	-	-	5,615	5,615
Other assets	-	-	-	50,002	50,002
Total non financial assets	142,778	-	-	140,772	283,550
Total assets	143,478	3,624,312	81,377	140,772	3,989,938

Liabilities - Company	December 31, 2021				
	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Liabilities					
Due to financial institutions	-	526,274	-	-	526,274
Due to other customers	-	122,276	-	-	122,276
Lease liabilities	-	15,649	-	-	15,649
Total financial liabilities	-	664,199	-	-	664,199
Non Financial Liabilities					
Retirement benefit obligations	-	7,545	-	-	7,545
Other liabilities	-	66,378	-	-	66,378
Total non financial liabilities	-	73,923	-	-	73,923
Total liabilities	-	738,122	-	-	738,122

SMB Leasing PLC
Classification of Financial Instruments
For the period ended September 30, 2022 (LKR 000)

Assets - Group	September 30, 2022				
	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Assets					
Cash and cash equivalents	-	152,407	-	-	152,407
Placements with banks	-	2,368,971	-	-	2,368,971
Financial assets at amortised cost-Loans and receivables to other customers	-	1,781,356	-	-	1,781,356
Fair value through profit or loss (FVTPL)	1,343	-	-	-	1,343
Fair value through other comprehensive income (FVTOCI)	-	-	84,793	-	84,793
Other financial assets	-	10,540	-	-	10,540
Total financial assets	1,343	4,313,274	84,793	-	4,399,410
Non Financial Assets					
Investment in associate	-	-	-	41,517	41,517
Investment properties	355,978	-	-	-	355,978
Property, plant & equipment	-	-	-	23,780	23,780
Right-of-use assets	-	-	-	13,788	13,788
Intangible assets	-	-	-	243,788	243,788
Diferred tax assets	-	-	-	2,538	2,538
Other assets	-	-	-	110,312	110,312
Total non financial assets	355,978	-	-	435,723	791,701
Total assets	357,321	4,313,274	84,793	435,723	5,191,111

Liabilities - Group	September 30, 2022				
	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Liabilities					
Due to financial institutions	-	1,566,919	-	-	1,566,919
Due to other customers	-	125,645	-	-	125,645
Lease liabilities	-	10,877	-	-	10,877
Total financial liabilities	-	1,703,441	-	-	1,703,441
Non Financial Liabilities					
Retirement benefit obligations	-	26,876	-	-	26,876
Other liabilities	-	125,776	-	-	125,776
Total non financial liabilities	-	152,652	-	-	152,652
Total liabilities	-	1,856,093	-	-	1,856,093

SMB Leasing PLC
Classification of Financial Instruments
For the period ended December 31, 2021 (LKR 000)

Assets - Group	December 31, 2021				
	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Assets					
Cash and cash equivalents	-	105,179	-	-	105,179
Placements with banks	-	2,422,337	-	-	2,422,337
Financial assets at amortised cost-Loans and receivables to other customers	-	1,115,518	-	-	1,115,518
Fair value through profit or loss (FVTPL)	8,076	-	-	-	8,076
Fair value through other comprehensive income (FVTOCI)	-	-	81,136	-	81,136
Other financial assets	-	10,540	-	-	10,540
Total financial assets	8,076	3,653,575	81,136	-	3,742,787
Non Financial Assets					
Investment in associate	-	-	-	41,833	41,833
Investment properties	157,678	-	-	-	157,678
Property, plant & equipment	-	-	-	11,911	11,911
Right-of-use assets	-	-	-	24,196	24,196
Intangible assets	-	-	-	5,615	5,615
Diferred tax assets	-	-	-	2,538	2,538
Other assets	-	-	-	62,980	62,980
Total non financial assets	157,678	-	-	149,072	306,750
Total assets	165,754	3,653,575	81,136	149,072	4,049,537

Liabilities - Group	December 31, 2021				
	Financial instruments recognised through profit or loss (FVTPL)	Financial instruments at amortised cost (AC)	Financial instruments at fair value through other comprehensive income (FVTOCI)	Others	Total
Financial Liabilities					
Due to financial institutions	-	526,274	-	-	526,274
Due to other customers	-	122,276	-	-	122,276
Lease liabilities	-	16,706	-	-	16,706
Total financial liabilities	-	665,256	-	-	665,256
Non Financial Liabilities					
Retirement benefit obligations	-	25,887	-	-	25,887
Other liabilities	-	69,336	-	-	69,336
Total non financial liabilities	-	95,223	-	-	95,223
Total liabilities	-	760,479	-	-	760,479

SMB Leasing PLC
Notes to the Financial Statements
For the period ended September 30, 2022

1 Basis of Preparation

These Condensed Consolidated Interim Financial Statements have been prepared in accordance with the Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting. These Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended December 31, 2021. The same Accounting Policies and methods of computations as stated in the Annual Financial Statements for the year ended December 31, 2021 have been followed in preparation of these Condensed Interim Financial Statements other than the policy change of Investment properties.

1.1 The consolidated financial statements of the Group comprise of SMB Leasing PLC, its subsidiary SMB Money Brokers (Pvt) Ltd and the Group's interest in its associate Kenanga Investments Corporation Limited.

2 Income Tax

The Company is liable for income tax at the rate of 24% on its taxable profits.

3 Share price during the period

	Voting		Non Voting	
	3rd Quarter 2022 Rs.	3rd Quarter 2021 Rs.	3rd Quarter 2022 Rs.	3rd Quarter 2021 Rs.
Highest price per share	1.20	0.90	0.40	0.40
Lowest price per share	0.40	0.30	0.20	0.10

	Voting		Non Voting	
	30.09.22 Rs.	30.09.21 Rs.	30.09.22 Rs.	30.09.21 Rs.
Last traded price	1.00	0.80	0.30	0.30

4 Stated Capital

	3rd Quarter 2022	3rd Quarter 2021
4.1 Total Number of Shares		
Stated Capital is represented by Ordinary Shares (Voting)	6,470,375,048	6,470,375,048
Stated Capital is represented by Ordinary Shares (Non Voting)	3,081,603,712	3,081,603,712
4.2 Total number of Shareholders		
Ordinary Shares (Voting)	12,226	10,263
Ordinary Shares (Non Voting)	7,336	5,469
4.3 Number of Public Shareholders		
Ordinary Shares (Voting)	12,223	10,260
Ordinary Shares (Non Voting)	7,336	5,469
4.4 Public Shareholding %		
Ordinary Shares (Voting)	35.56%	35.56%
Ordinary Shares (Non Voting)	100.00%	100.00%

4.5 Float Adjusted Market Capitalization

The float adjusted market capitalization as at September 30, 2022 is Rs.2,300,932,644

4.6 Minimum Public Holding Requirement

The company is in compliance with Option 5 of Section 7.14.1. i (a) of the Listing Rules of the Colombo Stock Exchange pertaining to minimum public holding.

SMB Leasing PLC
Notes to the Financial Statements
For the period ended September 30, 2022

5 Financial Ratios - Group

	30.09.22	30.09.21
Net Assets per share (Rs.)	0.35	0.34
Debt/equity ratio (times)	0.51	0.16
Interest cover Ratio (times)	1.75	2.63
Liquid Asset Ratio	178.52%	110.94%

6 Commitments and Contingencies

In the normal course of business, the Company makes various commitments and incurs certain contingent Liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions. Except for above there are no material commitments and contingencies as at the reporting date.

7 Events after the Reporting Date

No circumstances have arisen since the reporting date, which require adjustments or disclosure in the Financial Statements.

8 Comparative Information

Comparative Information has been reclassified wherever necessary to be comparable with the current Financial Information.

9 Directors Shareholding as at September 30, 2022

	No. of Voting Shares	No. of Non Voting Shares
Mr.H.R.S.Wijeratne	4,169,342,304	-
Mr.T.M.Wijesinghe	-	-
Mr.A.T.S.Sosa	-	-
Mr.M.S.A.Wadood	-	-
Mr.L.Abeyasinghe	-	-
Mr.H.H.A.Chandrasiri	100	-
	4,169,342,404	-

10 CEO's Shareholding as at September 30, 2022

	No. of Voting Shares	No. of Non Voting Shares
Mr.S.C.Wijesinghe	-	-

11 Key Management Personnel Shareholding as at September 30, 2022

	No. of Voting Shares	No. of Non Voting Shares
N/A	N/A	N/A

12 Management fees and similar expenses

All known expenses including management fees and similar expenses have been provided for in these Interim Financial Statements.

SMB Leasing PLC
Notes to the Financial Statements
For the period ended September 30, 2022

13 Significant events and transactions

The Monetary Board of the Central Bank of Sri Lanka has granted in-principle approval to issue a finance business license to SMB Leasing PLC under the Masterplan for Consolidation of Non-Bank Financial Institutions of the Central Bank of Sri Lanka.

In terms of Section 8 of the Listing Rules of the Colombo Stock Exchange, SMB Leasing PLC has made all necessary disclosures to the CSE.

14 Material changes in the use of funds raised

There are no material changes during the period in the use of funds raised through an IPO/Rights/Debenture issue.

SMB Leasing PLC
Notes to the Financial Statements
For the period ended September 30, 2022

15 Top Twenty Shareholders

15.1 Ordinary Shares (Voting)

	Name of the Shareholder	September 30, 2022	
		No. of Shares	%
1	Mr. H.R.S. Wijeratne	4,169,342,304	64.44
2	Standard Chartered Bank Singapore S/A HL Bank Singapore Branch	626,055,720	9.68
3	Sampath Bank PLC/Dr. T. Senthilvel	238,092,639	3.68
4	Mr. H.K. Pushpakumara	41,533,500	0.64
5	Ms. C.N.M. Anthony	40,598,369	0.63
6	Mrs. S.K. Beruwalage	29,963,218	0.46
7	Seylan Bank PLC/Anuja Chamila Jayasinghe	27,564,006	0.43
8	Hatton National Bank PLC/Anuja Chamila Jayasinghe	27,231,336	0.42
9	Mr. R. Gautam	23,300,000	0.36
10	Commercial Bank of Ceylon PLC /Andaradeniya Estate (Pvt) Ltd	21,994,651	0.34
11	Hatton National Bank PLC/Ruwan Prassana Sugathadasa	21,946,044	0.34
12	Mr.K.D.D.H Dayaratne	21,015,000	0.32
13	Mr. H. Beruwalage	20,000,014	0.31
14	Mr. P.N.G.D. Silva	18,500,001	0.29
15	Dialog Finance PLC/S.A. De Silva and D.R. De Silva	18,037,435	0.28
16	Mr. T.M. Wallooppillai	15,159,786	0.23
17	Mr. M.J.N.S. Fernando	15,018,640	0.23
18	Ms. H.T.S. Soysa	14,750,000	0.23
19	Mr. D.M.T. Dassanayake	14,550,418	0.22
20	Cosmo Mart (PVT) Limited	14,401,193	0.22
Total shares held by the top 20 holders		5,419,054,274	83.75
Balance shares held by other ordinary voting shareholders		1,051,320,774	16.25
Total ordinary voting shares		6,470,375,048	100.00

15.2 Ordinary Shares (Non Voting)

	Name of the Shareholder	September 30, 2022	
		No. of Shares	%
1	Mr. T. Pragash	162,196,404	5.26
2	Mr. R. Gautam	161,200,000	5.23
3	Seylan bank PLC /Jayantha Dewage	77,187,082	2.50
4	Sampath Bank PLC /Dr. Mayuramana Dewolage	51,300,244	1.66
5	Mr. S.D. Divakarage	41,228,496	1.34
6	People's Leasing & Finance PLC/Mr. R.kannan	37,800,000	1.23
7	Mr. J.J. Ravindran	34,440,000	1.12
8	Mr. N. Muhunthan	31,000,000	1.01
9	Mr. B.M.A.M.K. Basnayaka	29,015,600	0.94
10	Mr. M.A.M. Azlam	27,352,306	0.89
11	Sampath Bank PLC / B S A Holdings (Pvt) Ltd	26,440,000	0.86
12	DFCC Bank PLC / T.L. Samarawickrama	26,000,000	0.84
13	Hatton National Bank PLC / Ruwan Prassana Sugathadasa	25,466,806	0.83
14	Mr. P.N.G.D. Silva	25,000,000	0.81
15	Mr. M.L.A. Benedict	22,786,900	0.74
16	Mr. K.M.S.M. Razeek & Mr. K.M.S.M. Rajabudeen & Mr. K.S.M.R. Mohamed	22,095,755	0.72
17	Mr. S. Ramanathan	21,194,645	0.69
18	Mr. N.R.P. Karunaratne	20,000,000	0.65
19	Ms. S.H. Sardakhan	20,000,000	0.65
20	The Golden Hospitality (Pvt) Ltd	20,000,000	0.65
Total shares held by the top 20 holders		881,704,238	28.61
Balance shares held by other ordinary Non voting shareholders		2,199,899,474	71.39
Total ordinary Non voting shares		3,081,603,712	100.00

16 Rights issue funds utilisation as at September 30, 2022

Objective number	Objective as per circular	Amount allocated as per circular Rs	Proposed date of utilisation as per circular	Amount allocated from proceeds Rs.	% of total proceeds	Amounts utilised Rs.	% of utilisation against allocation	Clarification if not fully utilised including where the funds are invested
01	To utilise for lending purpose	2,454,031,512	January 2022	2,143,617,410	87.35%	926,486,599	43.22%	Remaining funds are invested in bank fixed deposits.