

DIALOG FINANCE PLC

FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2021

KEY FINANCIAL DATA FOR THE SIX MONTHS ENDED 30 JUNE 2021

In Rupees Thousands	For the six months ended	
	From 01/01/2021 To 30/06/2021 (Unaudited)	From 01/01/2020 To 30/06/2020 (Unaudited)
Interest Income	107,000	106,422
Interest Expense	(27,773)	(34,918)
Net Interest Income	79,227	71,504
Fee and Commission Income	1,459	695
Gains/(losses) from trading activities	(357)	(333)
Other Income	2,490	6,567
Operating Expenses (excluding impairment)	(119,132)	(150,661)
Impairment	(3,242)	(62,750)
Profit/(Loss) Before Tax	(39,555)	(134,978)
Taxes	(703)	-
Profit/(Loss) After Tax	(40,258)	(134,978)

KEY FINANCIAL DATA AS AT 30 JUNE 2021

In Rupees Thousands	As at 30/06/2021 (Unaudited)	As at 30/06/2020 (Unaudited)
Assets		
Cash and Bank Balance	1,223,908	1,685,512
Government Securities	74,194	82,953
Due from Related Parties	198,282	258,455
Loans (excluding due from related parties)	1,363,040	697,692
Investments in Equity	3,253	2,877
Investment in Properties and Real Estate	-	-
Property, Plant and Equipment	185,890	179,998
Other Assets	168,510	81,975
Total Assets	3,217,077	2,989,462
Liabilities		
Due to Banks	-	-
Due to Related Parties	31,462	6,916
Deposits from Customers	1,083,035	883,334
Other Borrowings	-	-
Other Liabilities	88,966	80,634
Total Liabilities	1,203,463	970,884
Equity		
Stated Capital	2,374,509	2,374,510
Statutory Reserve Fund	11,361	11,361
Retained Earnings	(373,833)	(368,764)
Other Reserves	1,577	1,471
Total Equity	2,013,614	2,018,578
Total Liabilities & Equity	3,217,077	2,989,462
Net Assets Value Per Share	18.51	18.88

Note: Amounts stated are in net of impairment and depreciation.

SELECTED KEY PERFORMANCE INDICATORS

Item	As at 30/06/2021		As at 30/06/2020	
	Actual	Required	Actual	Required
Regulatory Capital Adequacy (%)				
Tier 1 Capital Adequacy Ratio	69.30%	6.50%	101.07%	6.50%
Total Capital Adequacy Ratio	69.30%	10.50%	101.07%	10.50%
Capital Funds to Deposit Liabilities Ratio	185.92%	10.00%	245.00%	10.00%
Quality of Loan Portfolio (%)				
Gross Non-Performing Loans Ratio	4.66%		50.20%	
Net-Non-Performing Loans Ratio	0.64%		7.42%	
Net-Non-Performing Loans to Core Capital Ratio	1.12%		11.37%	
Provision Coverage Ratio	67.16%		71.40%	
Profitability (%)				
Net Interest Margin	5.98%		5.86%	
Return on Assets	-2.51%		-9.59%	
Return on Equity	-3.98%		-14.68%	
Cost to Income Ratio	143.85%		192.09%	
Liquidity (%)				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	1890.06%		3076.53%	
Liquid Assets to External Funds	122.33%		200.00%	
Memorandum information				
Number of Branches	2		2	
External Credit Rating	AA(lka)		AA(lka)	
Regulatory Deposit Restrictions				
Cap on total Deposits (Rs. mn)	-		1,000	
Downsizing of Deposits- per month/quarter/year (Rs. mn)	-		-	
Freezing of Deposits	-		-	

Certification:

We, the undersigned, being the Chief Executive Officer, the Head of Finance and the Compliance Officer of Dialog Finance PLC certify jointly that :

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka (CBSL);
- the information contained in these statements have been extracted from the unaudited financial statements of the Licensed Finance Company unless indicated as audited.

(Signed)
Nazeem Mohamed
Chief Executive Officer
30/08/2021

(Signed)
Yasoda Sewwandi
Head of Finance
30/08/2021

(Signed)
Thissil Vincent
Compliance Officer
30/08/2021

Licensed by the Monetary Board of the Central Bank of Sri Lanka under the Finance Business Act No. 42 of 2011

Date of Incorporation - 25th November 1981

Registered Office: No. 475, Union Place, Colombo 2. Tel: 011 4 317 317
Credit rating fitch AA(lka) stable