



INTERIM FINANCIAL STATEMENTS ASIA ASSET FINANCE PLC

For the Nine Months ended 31st December 2024

Financial Review for the Nine Months Ended 31st December 2024

Asia Asset Finance Plc continued to maintain a steady financial performance for the nine months ended. AAF strong stance on Quality lending and operational efficiency have ensured that the company continues to achieve strong profitability.

Following are the key achievement of the Nine months of Operations in 2024/25 financial year,

- Total Asset base reached 34.48Billion which is an increase of 33.42% from the previous year.
- Loan Portfolio grew by 7.8 Billion with loan portfolio reaching 28.4Billion
- AAF profitability improved to 500.97Million which reflects an improvement of 123.54% YOY
- AAF continues to maintain a healthy impairment ratio of 37.68%
- AAF ROE is maintained at 16.81% reflecting our healthy usage of shareholder funds.
- CAR ratio is maintained well above statutory requirements at 22.72%
- NIM ratio is maintained 9.42%

Additionally, Asia Asset Finance have also focused on expanding its business operations and ensure that a sustainable business model is build for the future activities,

- Total Branches stand at 100 with 09 new branches opened in the last Quarter.
- AAF has successfully automated the operations of HR and Internal Audit department where paper usage is less than 1% contributing to the sustainable financing model.
- AAF continues to enjoy a Fitch Rating of A+ (with a stable outlook)

Asia Asset Finance is expected to continue its strong performance whilst focusing on establishing a strong governance framework for the sustainability of its operations.

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	For the quarter ended			For the Nine Months Ended		
	31.12.2024	31.12.2023	Change	31.12.2024	31.12.2023	Change
	LKR	LKR		LKR	LKR	
Unaudited*	Unaudited*	%	Unaudited*	Unaudited*	%	
Interest Income	1,579,525,863	1,471,171,207	7.37%	4,317,504,616	4,742,212,317	-8.96%
Interest Expenses	(833,175,552)	(993,317,184)	-16.12%	(2,473,410,013)	(3,402,016,962)	-27.30%
Net Interest Income	746,350,311	477,854,023	56.19%	1,844,094,603	1,340,195,356	37.60%
Other Operating Income	179,674,140	123,121,230	45.93%	621,793,625	310,574,731	100.21%
Less: Operating Expenses						
Personnel Costs	(149,908,785)	(108,161,416)	38.60%	(431,944,801)	(306,069,719)	41.13%
Provision for Staff Retirement Benefits	(3,000,000)	(2,432,001)	23.36%	(9,000,000)	(7,232,001)	24.45%
General and Administration Expenses	(340,862,550)	(232,590,642)	46.55%	(920,862,834)	(661,751,539)	39.16%
Impairment Charge for Lease Rentals Receivable, Hire Purchase and Loans and Advances	(150,178,417)	(120,032,194)	25.12%	(421,442,184)	(351,297,367)	19.97%
Operating Profit before Value Added Tax on Financial Services	282,074,698	137,759,001	104.76%	682,638,409	324,419,460	110.42%
Value Added Tax on Financial Services	(58,162,000)	(22,000,001)	164.37%	(117,162,000)	(46,357,871)	152.73%
Profit Before Taxation	223,912,698	115,759,000	93.43%	565,476,409	278,061,589	103.36%
Income Tax (Expenses) / Reversal	(24,000,000)	(18,950,000)	26.65%	(64,500,000)	(53,949,980)	19.56%
Profit for the Period	199,912,698	96,809,000	106.50%	500,976,409	224,111,609	123.54%
Total Comprehensive Income for the Period	199,912,698	96,809,000	106.50%	500,976,409	224,111,609	123.54%
Earnings Per Share - Basic	1.61	0.58	177.53%	4.03	1.80	124.10%
Earnings Per Share - Diluted	1.21	0.44	174.37%	3.03	1.35	124.10%

* The above figures are provisional and subject to audit.

* Figures in brackets indicate deductions.

	31.12.2024 LKR Unaudited*	31.03.2024 LKR Audited*	Change %
ASSETS			
Cash and Cash Equivalents	4,521,152,888	3,887,692,725	16.29%
Investment in Reverse Repurchase Agreements Against Treasury Bills and Bonds	1,824,163,496	1,755,472,300	3.91%
Financial assets at amortized cost - Loans and advances	25,798,493,217	18,791,889,311	37.29%
Financial assets at amortized cost - Lease rentals receivable and hire purchase	772,290,916	265,619,140	190.75%
Other Assets	125,872,400	130,133,093	-3.27%
Current tax assets (net)	58,239,971	-	100.00%
Advances, Deposits and Prepayments	280,596,947	102,813,725	172.92%
Financial assets - Fair value through other comprehensive income	506,659	506,659	0.00%
Right-of-use assets	285,055,317	186,439,061	52.89%
Property, Plant and Equipment	405,943,439	313,284,112	29.58%
Investment Property	324,180,630	324,299,107	-0.04%
Deferred Tax Assets	38,550,181	38,550,183	0.00%
Intangible Assets	44,988,974	46,617,448	-3.49%
Total Assets	34,480,035,035	25,843,316,864	33.42%
LIABILITIES			
Financial liabilities - Due to banks	25,918,312	47,637,705	-45.59%
Other Liabilities	685,151,601	558,959,632	22.58%
Current Tax Liabilities	15,632,649	17,953,458	-12.93%
Financial liabilities - Other borrowed funds	8,139,039,137	6,050,495,203	34.52%
Lease liability	324,759,564	219,443,235	47.99%
Due to Customers	18,760,969,236	14,472,621,940	29.63%
Saving Control	20,676,651	12,514,226	65.23%
Debenture	2,595,561,331	1,058,730,444	145.16%
Retirement Benefit Liability	45,932,546	39,543,426	16.16%
Total Liabilities	30,613,641,026	22,477,899,269	36.19%
SHAREHOLDERS' FUNDS			
Stated Capital	2,205,463,801	2,205,463,801	0.00%
Retained Earnings	1,295,034,455	794,058,041	63.09%
Statutory Reserve Fund and Other Reserves	365,895,752	365,895,753	0.00%
Total Equity	3,866,394,009	3,365,417,595	14.89%
Total Equity and Liabilities	34,480,035,035	25,843,316,864	33.42%
Net Assets Per Share	31.13	27.10	

* Figures in brackets indicate deductions.

I certify that the above Interim Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007 and give a true and fair view of the state of affairs of Asia Asset Finance PLC as at 31st December 2024 and its profit for the Period ended 31st December 2024.

.....Sgd.....

Geethika Elwalage

Cheif Financial Officer

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

Approved and Signed for and on behalf of the Board:

.....Sgd.....

R.J.A. Gunawardena

Director/CEO

.....Sgd.....

T.C.D Kumarasiri

Director/Chairman of the Audit Committee

24th January 2025

Colombo

* The above figures are provisional and subject to audit.

STATEMENT OF CHANGES IN EQUITY

	Stated Capital				Statutory Reserve Fund Rs.	Reguler Loss Allowance Reserve Rs.	Accumulated Profit/(Loss) Rs.	Total Rs.
	Ordinary Share Capital Rs.	Preference Share Capital Rs.	Revalation reserve fund Rs.	General Reserve Rs.				
Balance as at 31st March 2023 (Audited*)	<u>1,791,478,691</u>	<u>413,985,110</u>	<u>-</u>	<u>3,000,000</u>	<u>139,131,735</u>	<u>74,710,655</u>	<u>588,534,564</u>	<u>2,939,616,949</u>
Balance as at 1st April, 2023 (Audited*)	1,791,478,691	413,985,110	-	3,000,000	139,131,735	74,710,655	588,534,564	3,010,840,754
Dividend for Preference shares							(28,978,958)	(28,978,958)
Profit for the Year Ended 31st March 2024							344,186,703	344,186,703
Actuarial gain on retirement benefit liability							12,730,477	12,730,477
Other comprehensive income (net of tax)			(13,053,327)				(3,819,139)	(16,872,466)
Revalaion surplus			43,511,089					43,511,089
Transferred to/from reserves During the Period	-	-			68,837,341	49,758,261	(118,595,601)	-
Balance as at 31st March , 2024 (Audited*)	<u>1,791,478,691</u>	<u>413,985,110</u>	<u>30,457,762</u>	<u>3,000,000</u>	<u>207,969,075</u>	<u>124,468,915</u>	<u>794,058,046</u>	<u>3,365,417,600</u>
Balance as at 1st April, 2024 (Audited*)	1,791,478,691	413,985,110	30,457,762	3,000,000	207,969,075	124,468,915	794,058,046	3,365,417,600
Profit for the Period Ended 31st December 2024							500,976,409	500,976,409
Balance as at 31st December 2024 (Unaudited*)	<u>1,791,478,691</u>	<u>413,985,110</u>	<u>30,457,762</u>	<u>3,000,000</u>	<u>207,969,075</u>	<u>124,468,915</u>	<u>1,295,034,455</u>	<u>3,866,394,009</u>

* Figures in brackets indicate deductions.

	2024/2025 Rs.	2023/2024 Rs.
Cash flows from operating activities		
Profit before income tax	565,476,409	373,487,839
Adjustments for		
Depreciation and amortization	72,547,805	78,086,569
Amortization of right-of-use asset	57,271,350	67,224,605
Interest expenses on lease liability	36,683,138	42,338,086
Impairment of lease, hire purchase, loans and advances	421,442,184	505,038,637
Early termination of loans, leases and hire purchase	(3,649,392)	(10,044,184)
Gold Loan written off		
Non-cash items included in profit before tax (WHT and Notional tax)		
Gains from sale of property, plant and equipment, investment property and real estate inventories	692,480	1,077,345
Gain on expiration of operating lease agreement during the year	-	-
Provision for retirement benefit liability	9,000,000	14,035,862
Interest expense on other borrowings	683,056,144	1,183,003,442
Interest expense on debentures	94,701,165	361,151,772
Cash generated from operations before working capital changes	<u>1,937,221,283</u>	<u>2,615,399,972</u>
Changes in working capital		
Decrease in lease rentals receivable and hire purchase	(579,055,359)	228,079,868
Increase in loans and advances	(7,260,679,152)	(302,281,998)
Increase in other receivables	(116,458,973)	(2,573,439)
(Increase)/decrease in deposits and prepayments	(173,522,530)	(25,779,157)
Increase in deposits from customers	4,296,509,718	1,210,167,594
Increase in other non-financial liabilities	126,190,573	330,029,127
Net cash from/(used in) operating activities before income tax payments	<u>(1,769,794,442)</u>	<u>4,053,041,967</u>
Taxes paid	(95,921,372)	(1,754,130)
Gratuity paid	(2,610,880)	(7,484,505)
Lease rent advance paid	(91,642,401)	(94,982,460)
Dividends paid	-	(28,978,958)
Net cash generated from/(used in) operating activities	<u>(1,959,969,094)</u>	<u>3,919,841,914</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(157,486,920)	(142,266,165)
Acquisition of intangible assets	(5,865,617)	(8,472,875)
Acquisition/additions to investment property	(795,126)	(1,452,837)
Proceeds from sale of investment property	-	-
Settlement for intangible asset	-	-
Proceeds from sale of property, plant and equipment	370,000	8,557,452
Net cash used in investing activities	<u>(163,777,662)</u>	<u>(143,634,425)</u>
Cash flows from financing activities		
Repayment of other borrowed funds	(8,511,512,212)	(5,037,935,369)
Proceeds from other borrowed funds	9,917,000,000	3,843,000,000
Proceeds from debenture issue	2,000,000,000	-
Repayment of debenture	(557,870,279)	(1,489,940,465)
Proceed from preference share issue	-	-
Net cash generated from/(used in) financing activities	<u>2,847,617,509</u>	<u>(2,684,875,833)</u>
Net increase in cash and cash equivalents	723,870,752	1,091,331,656
Cash and cash equivalents at the beginning of the year	<u>5,595,527,320</u>	<u>4,504,195,664</u>
Cash and cash equivalents at the end of the year	<u><u>6,319,398,072</u></u>	<u><u>5,595,527,320</u></u>
At the end of the year		
Cash and cash equivalents	4,521,152,888	3,952,176,639
Investment in reverse repurchase agreements against the treasury bills and bonds at amortized cost	1,824,163,496	1,690,988,386
Bank overdraft	(25,918,312)	(47,637,705)
	<u><u>6,319,398,072</u></u>	<u><u>5,595,527,320</u></u>

Figures in brackets indicate deductions.

FINANCIAL REPORTING BY SEGMENT

As per the provisions of Sri Lanka Financial Reporting Standard, SLFRS- 8, the operating segment of the company have been identified based on the product and services offered by the Company of which level of risk and rewards is significantly different from one another. Top management of the company considers the operating results and condition of its business segments in their decision making process and performance evaluation. Types of products and services from which each operating segment derives its revenues are described as follows.

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the company's other components. All operating segments' operating results are reviewed regularly by the Senior Management to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Senior Management Personnel and the Board of Directors include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Types of products and services from which each operating segment derives its revenues described as follows;

Lease & Hire-purchase This segment includes Leasing and Hire Purchase products offered to the customers. Loans This segment includes Loan products offered to the customers.

Loans This segment includes Loan products offered to the customers

Gold Loans This segment includes Gold Loan products offered to the customers

Investment This segment includes treasury investments

Other business This segment include all other business activities that engaged other than above segments.

	Finance lease		Hire purchase		Gold Loan		Loans and advances		Investment		Other		Total	
	31.12.2024 Rs.	31.12.2023 Rs.	31.12.2024 Rs.	31.12.2023 Rs.	31.12.2024 Rs.	31.12.2023 Rs.	31.12.2024 Rs.	31.12.2023 Rs.	31.12.2024 Rs.	31.12.2023 Rs.	31.12.2024 Rs.	31.12.2023 Rs.	31.12.2024 Rs.	31.12.2023 Rs.
Interest income	61,754,129	37,629,966		3,363,210	2,744,661,402	3,522,927,703	1,095,174,898	325,725,086	415,914,186	852,566,353			4,317,504,616	4,742,212,318
Other income	23,918,837	41,148,394			365,955,139	125,792,800	231,919,649	136,649,529	-	-		6,984,008	621,793,625	310,574,731
Total revenue	85,672,967	78,778,360	-	3,363,210	3,110,616,541	3,648,720,503	1,327,094,548	462,374,615	415,914,186	852,566,353	-	6,984,008	4,939,298,241	5,052,787,049
Segmental result	11,840,479	5,058,047		215,938	429,904,457	234,269,904	183,411,826	29,687,244	57,481,647	54,739,912	-	448,416	682,638,409	324,419,461
Value added tax on financial services													(117,162,000)	(46,357,871)
Profits from operations													565,476,409	278,061,590
Income tax charge for the year													(64,500,000)	(53,949,980)
Net profit for the year													500,976,409	224,111,610
Segment assets	772,290,916	264,770,321	-		18,886,846,953	13,005,638,190	6,911,646,265	3,741,917,838	6,345,316,384	4,101,586,197	-	-	32,916,100,517	21,113,912,546
Unallocated assets	-	-	-	-	-	-	-	-	-	-	1,563,934,517	1,701,889,790	1,563,934,517	1,701,889,790
Total assets	772,290,916	264,770,321	-	-	18,886,846,953	13,005,638,190	6,911,646,265	3,741,917,838	6,345,316,384	4,101,586,197	1,563,934,517	1,701,889,790	34,480,035,035	22,815,802,336
Segment liabilities	693,130,263	241,779,831	-		16,950,924,743	11,876,334,879	6,203,195,058	3,417,000,280	5,694,914,602	3,745,437,979	-	-	29,542,164,666	19,280,552,969
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	1,071,476,360	304,270,361	1,071,476,360	304,270,361
Total liabilities	693,130,263	241,779,831	-	-	16,950,924,743	11,876,334,879	6,203,195,058	3,417,000,280	5,694,914,602	3,745,437,979	1,071,476,360	304,270,361	30,613,641,026	19,584,823,330

In determining segment results, expenses have been allocated on proportionate basis on interest income and the segment liabilities have been proportionately allocated based on segment assets.

01. The Interim Financial Statements are in compliance with the Sri Lanka Accounting Standard - LKAS 34: Interim Financial Reporting and the provisions of the Companies Act No. 7 of 2007 and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.
02. The company has adopted consistent accounting policies and methods of computation as disclosed in the Annual Report for the year ended 31st March 2024.
03. The Interim financial statements of Asia Asset Finance PLC for the period ended 31st December , 2024 (including comparatives) were approved and authorized for issue on 24th January 2025 in accordance with a resolution of the board of directors on 29th, January 2024.
04. The presentation and classification of the financial statements for previous periods have been amended where relevant for better presentation and to be comparable with those of the current period.
05. Impact Due To Current Economic Condition

The Company has taken the following measures to ensure it continues its operations as a going concern.

- Focus on asset backed lending
- Strict credit evaluation to minimize credit risk
- Restructure/reshedulment of stressed loans due to current adverse market conditions
- Additional financing to minimize liquidity risk
- Managing operational cost

Based on proactive analyses and our operating model, financial strength of the company and the backing of the group, the management is confident that the company has no impact to its business continuity and expects to manage the economic challenges effectively

06. Ordinary Share capital is represented by number of shares in issue as follows.

	31.12.2024	31.03.2024
Issued and Fully Paid Ordinary Shares (Quoted)	124,195,533	124,195,533

07. Market Value of Shares(Ordinary Shares)

	2024/2025 (3rd Quarter)	2023/2024 (3rd Quarter)
	Rs.	Rs.
Highest Traded Price (23/12/2024)	27.50	13.90
Lowest Traded Price (02/10/2024)	12.70	11.80
Last Traded Price (31/12/2024)	26.90	12.00
Close Price(31/12/2024)	26.10	12.10

08 Preference Share capital is represented by number of shares in issue as follows.

Asia Asset Finance PLC issued 41,398,511 preference shares [non-cumulative, irredeemable and convertible] at a price of LKR 10/- per share. (Carrying a Preferential Non-Cumulative Dividend of Cents Seventy (Rs. 0.70) Per Convertible Irredeemable Preference Share, per financial year.)

	<u>Number</u>	<u>Rs.</u>
Preference shares	41,398,511	413,985,110
Balance at the beginning of the period	-	-
Share issued during the period	41,398,511	413,985,110
Balance at the end of the period	<u>41,398,511</u>	<u>413,985,110</u>

8.1 Market Value of Shares(Preference Shares)

For the Nine Months ended 31st December 2024

	<u>2024/2025 (3rd Quarter)</u>	<u>2023/2024 (3rd Quarter)</u>
	<u>Rs.</u>	<u>Rs.</u>
Highest Traded Price (30/12/2024)	27.60	15.20
Lowest Traded Price (04/10/2024)	15.10	10.00
Last Traded Price (31/12/2024)	26.00	12.60
Close Price(31/12/2024)	26.00	12.20

09. There has been no significant change to the contingent liabilities disclosed in the previous Audited Financial statements.

10 Events after the statement of financial position date

There were no material events reported since 31st December 2024 that require disclosure in these Financial Statements

11 Key performance Indicators

	31.12.2024	31.03.2024
Debt Holders		
Debt/Equity Ratio (Times)	7.64	6.43
Interest Cover (Times)	1.90	1.12
Capital Adequacy		
Tier 1 Capital Adequacy Ratio (Minimum 8.5%)	22.72%	21.22%
Total Capital Adequacy Ratio (Minimum 12.5%)	22.37%	20.87%
Profitability		
Net Interest Margin - Annualized	9.42%	5.94%
Return on Assets -Annualized	2.16%	1.33%
Return on Equity -Annualized	16.81%	10.82%
Asset Quality		
Gross Non-Performing Accommodations Ratio	16.12%	22.11%
Net Non-Performing Accommodations Ratio	10.33%	16.48%
Provision Coverage Ratio	37.68%	30.16%
Liquidity		
Available Liquid Assets to Required Liquid Assets	193.28%	213.00%
Advances to deposit (%)	151.23%	142.09%

SHARE HOLDER INFORMATION

12 Major 25 share holders as at 31st December 2024 (ORDINARY SHARES)

NAME	No of Shares	(%)
1 MUTHOOT FINANCE LIMITED	90,558,778	72.92
2 FINCO HOLDINGS (PRIVATE) LIMITED	12,567,738	10.12
3 J.B. COCOSHELL (PVT) LTD	8,381,107	6.75
4 HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	2,250,839	1.81
5 MR K.M.S.M. RAZIK, MR K.S.M. RAJUBDEEN & MR S.M.R. MOHAMED	740,000	0.60
6 MR. C.W. GUNASEKARA	500,000	0.40
7 MR. R.C.D. DE SILVA	490,683	0.40
8 MRS. C. DISSANAYAKE	367,000	0.30
9 MR. A. SITHAMPALAM	297,500	0.24
10 SAMPATH BANK PLC/MR. ABISHEK SITHAMPALAM	229,389	0.18
11 ARUNA EQUITY CARE (PVT) LTD	218,969	0.18
12 MR. B.T. DE S WEERASOORIA	210,027	0.17
13 HATTON NATIONAL BANK PLC/PULAHINGAGE GNANAPRIYA CHARITH RODRIGO	200,148	0.16
14 MR. N.U. WIJSEKERA	200,000	0.16
15 MR. C. DISSANAYAKE	183,385	0.15
16 FAST GAIN INTERNATIONL LIMITED	159,000	0.13
17 MR. A. BARATHAMANICKAM	150,001	0.12
18 MR U.C. BANDARANAYAKE & MRS L. BANDARANAYAKE	140,000	0.11
19 MR. C. RAMACHANDRA	130,000	0.10
20 MR. A. RAGUPATHY	125,000	0.10
21 MR. P.H. SUSIL RANATUNGA	120,004	0.10
22 MISS. S. DURGA	120,000	0.10
23 MR. K.M.S.M.R. MOHOMMAD & MR.K.M.S.M.RAJABUDEEN	120,000	0.10
24 MR. P.C. PRIYANJITHA	117,226	0.09
25 MR. S.M.B. THAMBIMUTTU	110,000	0.09
	118,686,794	95.58
Othres	5,508,739	4.42
Total	124,195,533	100

No of Shareholders	% of Shareholding
1,801	27.04%

13 Ordinary Shares held by public as at 31st December 2024

The Float adjusted market capitalization of the Company falls under Option 5 of Rule 7.13.1 (i) (a) the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

The float adjusted market capitalization as at 31st December 2024 Rs.876,453,477.30

ASIA ASSET FINANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

14 Major 25 share holders as at 31st December 2024 (PREFERENCE SHARES)

NAME	No of Shares	(%)
1 MUTHOOT FINANCE LIMITED	39,687,516	95.87
2 J.B. COCOSHELL (PVT) LTD	1,377,262	3.33
3 DIALOG FINANCE PLC/W.M.P.M WEERASEKERA	60,880	0.15
4 MR. Y.R.P. DE SILVA	58,479	0.14
5 COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED	50,000	0.12
6 DFCC BANK PLC/MR.K.S.D.SENAWEEERA	31,851	0.08
7 BANSEI SECURITIES CAPITAL (PVT) LTD/N.A.WAKISHTA	22,905	0.06
8 MR. N.A. WAKISHTA	13,420	0.03
9 MR. S.M.C.N. SAMARAKOON	12,613	0.03
10 MR. G.R. SELLAHEWA	12,296	0.03
11 MR. G.V. SANJAYA	11,007	0.03
12 MR. M.H.V.U. GUNATILAKA	7,497	0.02
13 MISS M.A.B.C. MANCHANAYAKE	7,389	0.02
14 MR. C. DISSANAYAKE	6,200	0.01
15 MR. L.L. MIGARA	4,279	0.01
16 MISS. K.H.S.T. KUMARASINGHE	3,542	0.01
17 MR. A.E. DASSANAYAKE	2,500	0.01
18 MR. G. ARCHCHUNA	2,445	0.01
19 MRS. S. MANAWADU	2,433	0.01
20 MR. G.D. JINADASA	2,000	0.00
21 MISS A.P. PILLAI	1,733	0.00
22 MR. A. ANUJAN	1,545	0.00
23 MR. G.D.S. FERNANDO	1,500	0.00
24 MR. R. HETTIARACHIGE	1,309	0.00
25 MR. D.M.W.N.J.B. RAMBUKWELLA & MR A.M.A.B.ADHIKARI	1,200	0.00
	41,383,801	99.97
Othres	14,710	0.03
Total	41,398,511	100

No of Shareholders	% of Shareholding
110	4.132%

15 Preference Shares held by public as at 31st December 2024

The float adjusted market capitalization as at 31st December 2024 - Rs 44,480,020

Directors' And CEO'S Shareholding As At 31st December 2024

16 Directors' And Ceo'S Shareholding -Ordinary Shares	No. of Shares	
	31.12.2024	%
Name		
Mr. V A Prasanth	Nil	Nil
Mr. R J A Gunawardena	Nil	Nil
Mr. S S R De Silva Gunasekera	6,000	0.0050
Mr. G M Alexander	Nil	Nil
Mr. K R Bijimon	Nil	Nil
Mr. K G K Pillai	Nil	Nil
Mr. R A B Basnayake	Nil	Nil
Mr. J P D R Jayasekera	Nil	Nil
Mr.T.C.D.Kumarasiri	Nil	Nil
Mr.M.Thiruneelakandan	28,071	0.023

17 Directors' And Ceo'S Shareholding -Prefernce Shares	No. of Shares	
	31.12.2024	%
Name		
Mr. V A Prasanth	Nil	Nil
Mr. R J A.Gunawardena	Nil	Nil
Mr. S S R D De Silva Gunasekera	Nil	Nil
Mr. G M.Alexander	Nil	Nil
Mr. K R Bijimon	Nil	Nil
Mr. K G K Pillai	Nil	Nil
Mr. R A B Basnayake	Nil	Nil
Mr. J P D R Jayasekara	Nil	Nil
Mr.T.C.D.Kumarasiri	Nil	Nil
Mr.M.Thiruneelakandan	Nil	Nil

18 INFORMATION ON DEBENTURES

Debenture Categories	CSE Listing	Interest Payable Frequency	Face Value as at 31/12/2024	Outstanding as at 31/12/2024	Market Values			Interest Rates		Interest rate of comparable Government Security %	Interest yield			Yield to Maturity		
					Highest LKR	Lowest LKR	Period end LKR	Coupon Rate	Effective Annual Yield		Highest	Lowest	Last traded	Highest	Lowest	Last traded
Debenture - Type C	Listed	Annually	1,550,000	1,655,326	Not traded during the quarter			9.26%	9.26%	8.96%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type D	Listed	Annually	563,700,000	587,324,390	Not traded during the quarter			14.18%	14.18%	8.96%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type A	Listed	Annually	130,980,000	131,518,162	Not traded during the quarter			12.20%	12.20%	8.96%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type B	Listed	Semi Annual Interest	6,600,000	6,627,121	Not traded during the quarter			11.85%	12.20%	8.96%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type C	Listed	Annually	1,846,990,000	1,852,939,062	Not traded during the quarter			13.00%	13.00%	8.96%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type D	Listed	Semi Annual Interest	15,430,000	15,497,270	Not traded during the quarter			12.60%	13.00%	8.96%	Not traded during the quarter			Not traded during the quarter		
Total Debentures			<u>2,565,250,000</u>	<u>2,595,561,331</u>												

ASIA ASSET FINANCE PLC
 NOTES TO THE FINANCIAL STATEMENTS

19 UTILIZATION OF DEBENTURE PROCEEDS

Objective as per Prospectus	Amount allocated as per prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of utilized against allocation (B/A)	Clarification if not fully utilized including where are the funds invested (e.g Whether lent to related party/s etc.)
Supporting the expansion of the loan portfolio of the company	Initial issue of LKR 1 Bn and a maximum issue of LKR 2 Bn	Within 06 - 12 months from the date of allotment	2,000,000,000	100%	Amount LKR 1.1 Bn utilized for gold loan business	55%	Remaining LKR 900Mn exist in the AAF bank account for undrawn commitments (Lending facilities)

20. ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

As at 31st December 2024	Financial instruments at amortized cost (AC)	Fair Value through Other Comprehensive Income (FVTOCI)	Total
Financial Assets			
Cash and cash equivalents	4,521,152,888		4,521,152,888
Reverse repurchase agreements	1,824,163,496		1,824,163,496
Financial assets measured at amortized cost			-
-Loans and advances	25,798,493,217		25,798,493,217
-Lease rentals receivable and hire purchase	772,290,916		772,290,916
Financial assets - Fair value through other comprehensive		506,659	506,659
Total Financial Assets	32,916,100,517	506,659	32,916,607,176
Financial Liabilities			
Due to banks	25,918,312		25,918,312
Financial liabilities at amortized cost			
-Due to Customers	18,760,969,236		18,760,969,236
-Saving Control	20,676,651		20,676,651
-Other borrowed funds	8,139,039,137		8,139,039,137
-Due to debt securities holders (Debenture)	2,595,561,331		2,595,561,331
Other Payable	476,820		476,820
Total Financial Liabilities	29,542,641,486	-	29,542,641,486

As at 31st March 2024	Financial instruments at amortized cost (AC)	Fair Value through Other Comprehensive Income (FVTOCI)	Total
Financial Assets			
Cash and cash equivalents	3,887,692,725		3,887,692,725
Reverse repurchase agreements	1,755,472,300		1,755,472,300
Financial assets measured at amortized cost			-
-Loans and advances	18,791,889,311		18,791,889,311
-Lease rentals receivable and hire purchase	265,619,140		265,619,140
Financial assets - Fair value through other comprehensive		506,659	506,659
Total Financial Assets	24,700,673,476	506,659	24,701,180,135
Financial Liabilities			
Due to banks	47,637,705	-	47,637,705
Financial liabilities at amortized cost			
-Due to Customers	14,472,621,940	-	14,472,621,940
-Saving Control	12,514,226	-	12,514,226
-Other borrowed funds	6,050,495,203	-	6,050,495,203
-Due to debt securities holders (Debenture)	1,058,730,444	-	1,058,730,444
Other Payable	475,405	-	475,405
Total Financial Liabilities	21,642,474,924	-	21,642,474,924

21 Corporate Information

Name of the Company

Asia Asset Finance PLC

Legal Form

Incorporated as a Private Limited Liability Company under the Companies ordinance, no 51 of 1938 (Cap 145) on 23 September 1970 and name changed under the Companies ordinance, no 51 of 1938 (Cap 145) on 03 October 2006 and Re-registered under the companies Act No.07 of 2007 on 23 January 2008 and converted to a public company under the companies Act No.07 of 2007 on 20 March 2012.

Registration Number (Under the Companies Act No.17 of 1982)

PVS/PBS 3266

New Registration Number (Under the Companies Act No.7 of 2007)

PB139PQ

Registered Office

No 76, Park street colombo 02.

Taxpayer Identification Number (TIN)

104032664

Telephone

011-7699000

E-mail

info@asiaassetfinance.lk

Website

<https://asiaassetfinance.com/>

Board of Directors of the Company

Mr. V.A Prasanth
Mr.R.J.A Gunawardena
Mr.G. Alexander
Mr.K.R. Bijimon
Mr.K. G. K. Pillai
Mr. R. A.B. Basnayake
Mr.J.P.D.R. Jayasekara
Mr.S.S.R.D De Silva Gunasekera
Mr. T.C.D. Kumarasiri
Mr. M. Thiruneelakandan

Company Secretary

Ms Ruwani Angamma
No.76, Park Street,
Colombo 02

Company Registrars

Central Depository System (Pvt) Ltd,
Ground Floor,M &M Center, 341/5, Kotte Road,
Rajagiriya.

Lawyers of the Company

Shiranthi Gunawardena Associates
No.22/1, Elliot Place,
Colombo 08.

Company Auditors - External

KPMG, Chartered Accountant
32A, Sri Mohomad Macan Marker,
Colombo 00300

Bankers of the Company :

Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Bank PLC
Hatton National Bank PLC
Pan Asia Banking Corporation PLC
People's Bank
Sampath Bank PLC
National Development Bank PLC
Seylan Bank PLC
Indian Bank
Nation Trust Bank
Cargills Bank

Audit Committee

Mr.T.C.D. Kumarasiri
Mr.R. A. B. Basnayake
Mr. V.A Prasanth
Mr.K.G.K. Pillai
Mr. J.P.D.R. Jayasekara

Integrated Risk Management Committee

Mr.T.C.D. Kumarasiri
Mr. V.A Prasanth
Mr.K.R. Bijimon
Mr. J.P.D.R. Jayasekara

Remuneration Committee

Mr. V.A Prasanth
Mr.G. Alexander
Mr. R. A.B. Basnayake
Mr.J.P.D.R. Jayasekara

Related Party Transactions Review Committee

Mr.J.P.D.R. Jayasekara
Mr.K.R. Bijimon
Mr. R. A.B. Basnayake

IT committee

Mr. R. A.B. Basnayake
Mr. V.A Prasanth
Mr.J.P.D.R. Jayasekara
Mr Inditha Jayathilaka -DGM IT

Credit Committee

Mr. V.A Prasanth
Mr.J.P.D.R. Jayasekara
Mr.K.R. Bijimon

Nomination Committee

Mr. R. A. B. Basnayake
Mr. J. P. D. R. Jayasekara
Mr. K.R. Bijimon
Mr. G.Alexander
Mr. V.A Prasanth