

# Mercantile Investments and Finance PLC

236, Galle Road, Colombo 03

www.mi.com.lk



## STATEMENT OF COMPREHENSIVE INCOME

For the 6 Months Ended	30.09.2019 Rs. '000	30.09.2018 Rs. '000
Interest income	3,752,751	3,758,613
Interest expenses	(1,946,431)	(1,907,798)
Net Interest Income	1,806,320	1,850,815
Fee and commission income	37,390	56,810
Net Fee and Commission Income	37,390	56,810
Other operating income	36,012	67,317
Total Operating Income	1,879,722	1,974,942
Impairment gain/(loss) for loans and receivables	(225,891)	(369,954)
Net Operating Income	1,653,831	1,604,988
Less: Operating Expenses		
Personnel expenses	572,347	492,258
Depreciation of property plant and equipment	44,989	40,524
Amortisation of intangible assets	9,936	7,848
Amortisation of leasehold property	234	234
Defined benefit plan	19,538	17,562
Other operating expenses	431,448	412,687
Operating Profit Before VAT, NBT & DRL on Financial Services	575,340	633,874
Value Added Tax & NBT on financial services	(183,835)	(153,087)
Debt Repayment Levy (DRL)	(88,566)	-
Operating Profit After VAT, NBT & DRL on Financial Services	302,939	480,787
Share of associate company's profit/(loss)	(6,199)	21,109
Profit Before Taxation	296,740	501,896
Income tax expenses	(153,798)	(243,724)
Profit After Taxation	142,942	258,172
Basic Earnings Per Share (Rs.)	47.55	85.89
Diluted Earnings Per Share (Rs.)	47.55	85.89

## STATEMENT OF OTHER COMPREHENSIVE INCOME

For the 6 Months Ended	30.09.2019 Rs. '000	30.09.2018 Rs. '000
Profit for the period	142,942	258,172
Other Comprehensive Income		
Other Comprehensive Income not to be reclassified to profit or loss in subsequent periods		
Changes in fair value of Financial Instruments through OCI	85,463	(245,002)
Share of net gain/(loss) of associate company investments designated at FV through OCI	(463)	(11,310)
Total Other Comprehensive Income for the period (net of tax)	85,000	(256,312)
Total comprehensive income for the period	227,942	1,860

# SELECTED PERFORMANCE INDICATORS

	30.09.2019	30.09.2018
Danislatani Canital Adamsa	30.09.2019	30.09.2018
Regulatory Capital Adequacy	6 267 205	F 000 363
Core Capital (Tier 1 Capital), Rs. '000	6,267,395	
Total Capital Base, Rs. '000	7,005,245	6,906,186
Core capital adequacy ratio, as a % of risk weighted assets	14.60	13.64
(Minimum requirement 6%) Total capital adequacy ratio, as a % of risk weighted assets	14.00	13.04
(Minimum 2019- 10.5% / 2018 - 10%)	16.32	15.72
Capital funds to total deposits liability ratio		
(Minimum requirement, 10%)	43.60	41.61
Asset Quality (Quality of Loan Portfolio)		
Gross Non-Performing Accommodations, Rs. '000	3,920,391	3,046,052
Gross Non-Performing Accommodations Ratio, %	11.36	8.89
Net Non-Performing Accommodations Ratio, %	3.52	2.96
Profitability (%)		
Interest Margin - Annualized	9.95	10.40
Return on assets (before Tax) - Annualized	0.70	1.27
Return on equity (after Tax) - Annualized	3.23	5.95
Regulatory Liquidity (Rs. '000)		
Required minimum amount of liquid assets	2,035,403	2,111,081
Available amount of liquid assets	2,485,811	2,380,765
Required minimum amount of Government securities	1,565,708	1,485,822
Available amount of Government securities	1,568,407	1,664,944
Memorandum Information		
Number of employees	1061	1,013
Number of branches	39	29
Number of service centers	-	7

### STATEMENT OF FINANCIAL POSITION

Assets         Rs. '000           Cash and cash equivalents         538,511         490,738           Placement with other banks at Amotised cost         269,423         229,413           Financial investments - at Fair Value through OCI         2,655,158         2,665,615           Loan and Advances at Amortised cost         16,596,156         15,449,799           Lease Receivable at Amortised cost         2,292,039         4,708,793           Financial investments - at Fair Value through OCI (unquoted)         70,427         70,427           Other Financial Assets         477,840         518,243           Inventories         34,709         8,909           Other Assets         105,044         130,982           Investments Properties         2,5118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intaglible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         39,813         397,004           Bank overdraft         139,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           O	As at	30.09.2019	30.09.2018
Cash and cash equivalents         538,511         490,738           Placement with other banks at Amotised cost         269,423         229,413           Financial investments - at Fair Value through OCI         2,655,158         2,865,607           Loan and Advances at Amortised cost         16,596,156         15,449,799           Lease Receivable at Amortised cost         13,138,360         12,528,821           Hire Purchase Receivable at Amortised cost         2,292,039         4,708,793           Financial investments - at Fair Value through OCI (unquoted)         70,427         70,427           Other Financial Assets         477,840         518,243           Investment in Associates         105,004         130,982           Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         139,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           De	Assets	Rs. '000	Rs. '000
Placement with other banks at Amotised cost   269,423   229,413   Financial investments - at Fair Value through OCI   2,655,158   2,865,607   16,596,156   15,449,799   Lease Receivable at Amortised cost   13,138,360   12,528,821   Hire Purchase Receivable at Amortised cost   2,292,039   4,708,793   Financial investments - at Fair Value through OCI (unquoted)   70,427		538 511	490 738
Financial investments - at Fair Value through OCI   2,655,158   2,865,607   Loan and Advances at Amortised cost   16,596,156   15,449,799   Lease Receivable at Amortised cost   13,138,360   12,528,821   11,6796,793   4,708,793   4,708,793   70,427   70,			·
Loan and Advances at Amortised cost         16,596,156         15,449,799           Lease Receivable at Amortised cost         13,138,360         12,528,821           Hire Purchase Receivable at Amortised cost         2,292,039         4,708,793           Financial investments - at Fair Value through OCI(unquoted)         70,427         70,427           Other Financial Assets         477,840         518,243           Investmentines         34,709         8,909           Other Assets         105,044         130,982           Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         40,616,010         41,018,786           Liabilities         319,813         397,004           Bank overdraft         139,813         397,004           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         32,461         35,356           Deferred tax liabilities         32,461         35,356           Deferred tax liabilities         31,775,324			•
Lease Receivable at Amortised cost         13,138,360         12,528,821           Hire Purchase Receivable at Amortised cost         2,292,039         4,708,793           Financial investments - at Fair Value through OCI(unquoted)         70,427         70,427           Other Financial Assets         477,840         518,243           Inventories         34,709         8,909           Other Assets         105,044         130,982           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,38           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         38,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         32,461         35,356           Current tax liabilities         32,461         35,356           Deferred tax liabilities         63,907         84,969           Retirement benefit obligations         252,018			
Hire Purchase Receivable at Amortised cost         2,292,039         4,708,793           Financial investments - at Fair Value through OCI(unquoted)         70,427         70,427           Other Financial Assets         477,840         518,243           Inventories         34,709         8,909           Other Assets         105,044         130,982           Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         38,813         397,004           Deposits due to customers at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         32,261         35,356           Deferred tax liabilities         32,461         35,356           Deferred tax liabilities         33,474         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Li	Lease Receivable at Amortised cost		
Financial investments - at Fair Value through OCI(unquoted)         70,427         70,427           Other Financial Assets         477,840         518,243           Inventories         34,709         8,909           Other Assets         105,044         130,982           Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,520         41,227           Total Assets         40,616,010         41,018,786           Liabilities         38,804         2,834,904           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         37,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         31,775,427         917,681           Total Liabilities         31,775,324         32,333,839           Equity         31,775,324         32,333,839	Hire Purchase Receivable at Amortised cost		· · ·
Other Financial Assets         477,840         518,243           Inventories         34,709         8,909           Other Assets         105,044         130,982           Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         8         38,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         32,461         35,356           Current tax liabilities         32,461         35,356           Deferred tax liabilities         32,461         35,356           Deferred tax liabilities         31,775,324         32,333,839           Equity         31,775,324         32,333,839           Equity         54         32,274,86         1,527,486         1,527,486	Financial investments - at Fair Value through OCI(unquoted)		
Inventories         34,709         8,909           Other Assets         105,044         130,982           Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         38,800         39,004           Bank overdraft         139,813         397,004           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         32,461         35,356           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         36,000         36,000           Revaluation reserve         1,527,486         1,527,486<			518,243
Investment in Associates         1,252,837         1,016,304           Investments Properties         255,118         199,263           Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         8         381,33         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         31,775,324         32,333,839           Equity         5         36,000         36,000           Revaluation reserve         1,527,486         1,527,486	Inventories		8,909
Investments Properties   255,118   199,263   Property, Plant & Equipment   2,834,094   2,718,822   Leasehold Property   40,973   41,438   Intangible Assets   55,320   41,227   Total Assets   40,616,010   41,018,786   Elabilities   55,320   41,227   Total Assets   40,616,010   41,018,786   Elabilities   55,320   55,	Other Assets		
Property, Plant & Equipment         2,834,094         2,718,822           Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         8         397,004           Bank overdraft         139,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         33,474         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         Stated capital         36,000         36,000           Revaluation reserve         1,527,486         1,527,486           Associate Company Reserve         596,586         389,454           Statutory reserve fund         76,600         711,400           <	Investment in Associates	1,252,837	1,016,304
Leasehold Property         40,973         41,438           Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         Bank overdraft         139,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         31,775,324         32,333,839           Equity         5         36,000         36,000           Revaluation reserve         1,527,486         1,527,486           Associate Company Reserve         596,586         389,454           Statutory reserve fund         736,400         711,400           General reserve         4,086,430         4,086,430	Investments Properties	255,118	199,263
Intangible Assets         55,320         41,227           Total Assets         40,616,010         41,018,786           Liabilities         8ank overdraft         139,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         Stated capital         36,000         36,000           Revaluation reserve         1,527,486         1,527,486           Associate Company Reserve         596,586         389,454           Statutory reserve fund         736,400         711,400           General reserve         4,086,430         4,086,430           Retained earnings         1,847,849         1,978,693           Fair Value through OCI reserve         9,934	Property, Plant & Equipment	2,834,094	2,718,822
Total Assets         40,616,010         41,018,786           Liabilities         3139,813         397,004           Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         Stated capital         36,000         36,000           Revaluation reserve         1,527,486         1,527,486           Associate Company Reserve         596,586         389,454           Statutory reserve fund         736,400         711,400           General reserve         4,086,430         4,086,430           Retained earnings         1,847,849         1,978,693           Fair Value through OCI reserve         9,934         -           Available for sale reserve         -         (44,516)	Leasehold Property	40,973	41,438
Liabilities         Bank overdraft       139,813       397,004         Deposits due to customers at Amortised cost       20,287,714       20,869,905         Debt instruments issued and other borrowings at Amortised cost       9,392,241       8,765,016         Other Financial Liabilities       875,427       917,681         Current tax liabilities       32,461       35,356         Deferred tax liabilities       731,744       1,072,434         Other liabilities       63,907       84,969         Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       Stated capital       36,000       36,000         Revaluation reserve       1,527,486       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Intangible Assets	55,320	41,227
Bank overdraft       139,813       397,004         Deposits due to customers at Amortised cost       20,287,714       20,869,905         Debt instruments issued and other borrowings at Amortised cost       9,392,241       8,765,016         Other Financial Liabilities       875,427       917,681         Current tax liabilities       32,461       35,356         Deferred tax liabilities       731,744       1,072,434         Other liabilities       63,907       84,969         Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       (44,516)         Total Equity       8,840,686       8,684,946	Total Assets	40,616,010	41,018,786
Bank overdraft       139,813       397,004         Deposits due to customers at Amortised cost       20,287,714       20,869,905         Debt instruments issued and other borrowings at Amortised cost       9,392,241       8,765,016         Other Financial Liabilities       875,427       917,681         Current tax liabilities       32,461       35,356         Deferred tax liabilities       731,744       1,072,434         Other liabilities       63,907       84,969         Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       (44,516)         Total Equity       8,840,686       8,684,946	Liabilities		
Deposits due to customers at Amortised cost         20,287,714         20,869,905           Debt instruments issued and other borrowings at Amortised cost         9,392,241         8,765,016           Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         5         36,000         36,000           Revaluation reserve         1,527,486         1,527,486           Associate Company Reserve         596,586         389,454           Statutory reserve fund         736,400         711,400           General reserve         4,086,430         4,086,430           Retained earnings         1,847,849         1,978,693           Fair Value through OCI reserve         9,934         -           Available for sale reserve         -         (44,516)           Total Equity         8,840,686         8,684,946		139.813	397.004
Debt instruments issued and other borrowings at Amortised cost       9,392,241       8,765,016         Other Financial Liabilities       875,427       917,681         Current tax liabilities       32,461       35,356         Deferred tax liabilities       731,744       1,072,434         Other liabilities       63,907       84,969         Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Deposits due to customers at Amortised cost	,	•
Other Financial Liabilities         875,427         917,681           Current tax liabilities         32,461         35,356           Deferred tax liabilities         731,744         1,072,434           Other liabilities         63,907         84,969           Retirement benefit obligations         252,018         191,474           Total Liabilities         31,775,324         32,333,839           Equity         Stated capital         36,000         36,000           Revaluation reserve         1,527,486         1,527,486         1,527,486           Associate Company Reserve         596,586         389,454         389,454           Statutory reserve fund         736,400         711,400         711,400           General reserve         4,086,430         4,086,430         4,086,430           Retained earnings         1,847,849         1,978,693           Fair Value through OCI reserve         9,934         -           Available for sale reserve         -         (44,516)           Total Equity         8,840,686         8,684,946			
Deferred tax liabilities       731,744       1,072,434         Other liabilities       63,907       84,969         Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       \$36,000       36,000         Stated capital       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946		875,427	917,681
Other liabilities       63,907       84,969         Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       \$\$1,527,486       36,000         Stated capital       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Current tax liabilities		35,356
Retirement benefit obligations       252,018       191,474         Total Liabilities       31,775,324       32,333,839         Equity       Stated capital       36,000       36,000         Revaluation reserve       1,527,486       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Deferred tax liabilities	731,744	1,072,434
Total Liabilities         31,775,324         32,333,839           Equity         Stated capital         36,000         36,000           Revaluation reserve         1,527,486         1,527,486         1,527,486         1,527,486         1,527,486         389,454         389,454         596,586         389,454         389,454         596,586         389,454         711,400         690,400         711,400         711,400         690,430         4,086,430         4,086,430         4,086,430         8,840,686         1,978,693 <td>Other liabilities</td> <td>63,907</td> <td>84,969</td>	Other liabilities	63,907	84,969
Equity       36,000       36,000       36,000       36,000       36,000       36,000       36,000       36,000       36,000       36,000       36,000       36,000       36,000       389,454       389,4	Retirement benefit obligations	252,018	191,474
Stated capital       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Total Liabilities	31,775,324	32,333,839
Stated capital       36,000       36,000         Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Equity		
Revaluation reserve       1,527,486       1,527,486         Associate Company Reserve       596,586       389,454         Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946		36,000	36,000
Statutory reserve fund       736,400       711,400         General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946		1,527,486	1,527,486
General reserve       4,086,430       4,086,430         Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Associate Company Reserve	596,586	389,454
Retained earnings       1,847,849       1,978,693         Fair Value through OCI reserve       9,934       -         Available for sale reserve       -       (44,516)         Total Equity       8,840,686       8,684,946	Statutory reserve fund	736,400	711,400
Fair Value through OCI reserve 9,934 Available for sale reserve - (44,516)  Total Equity 8,840,686 8,684,946	General reserve	4,086,430	4,086,430
Available for sale reserve       - (44,516)         Total Equity       8,840,686	Retained earnings	1,847,849	1,978,693
Total Equity 8,840,686 8,684,946	Fair Value through OCI reserve	9,934	-
	Available for sale reserve	-	(44,516)
Total Liabilities & Equity 40,616,010 41,018,786	Total Equity	8,840,686	8,684,946
	Total Liabilities & Equity	40,616,010	41,018,786
Net Assets Per Share (Rs.)         2,941	Net Assets Per Share (Rs.)	2,941	2,889

### Certification

We, the undersigned, being the Managing Director and the Finance Director of Mercantile Investments and Finance PLC jointly certify that;

(A) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;

(B) the information contained in these statements have been extracted from the unaudited financial statements of the licensed finance company unless indicated as audited.

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Chief Financial Officer / Senior General Manager

G. G. Ondaatjie Managing Director

13<sup>th</sup> November 2019

S. H. Jayasuriya Finance Director



Mercantile Investments and Finance PLC