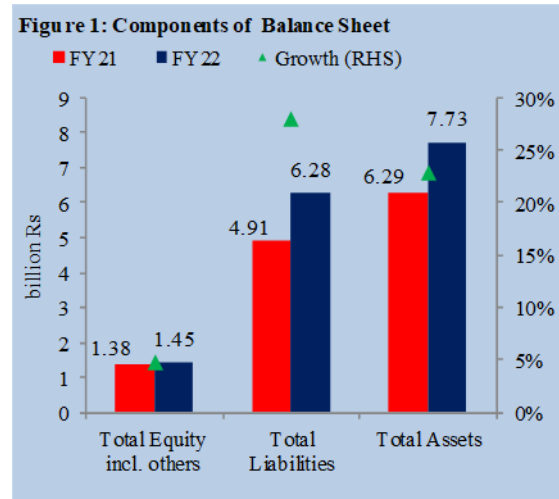


4. Leasing Companies¹

Performance at a Glance

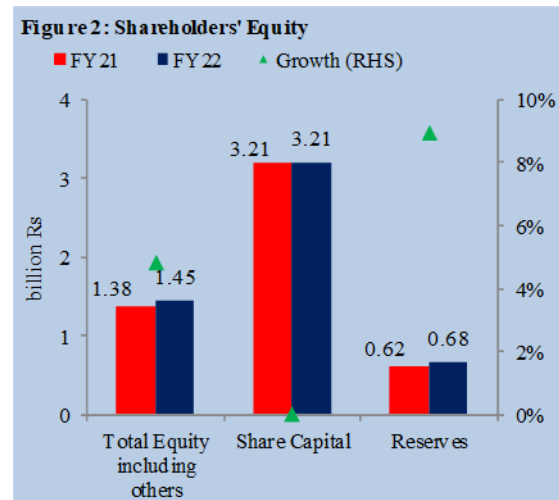
Total assets of the sector increased during FY22, reaching Rs 7.73 billion with a 22.93 percent growth. This was backed by growth in Liabilities and Equity by 28.04 percent and 5.66 percent respectively (Figure 1).



Besides, the Gross Income of the sector increased, reaching Rs 0.85 billion during FY22, posting a growth of 50.47 percent. The profit before taxation increased to Rs 0.25 billion in FY22 as compared to Rs 0.10 billion in FY21, posting a YoY growth of 147.51 percent. Similarly, profit after taxation increased to Rs 0.18 billion in FY22 as compared to Rs 0.07 billion in FY21.

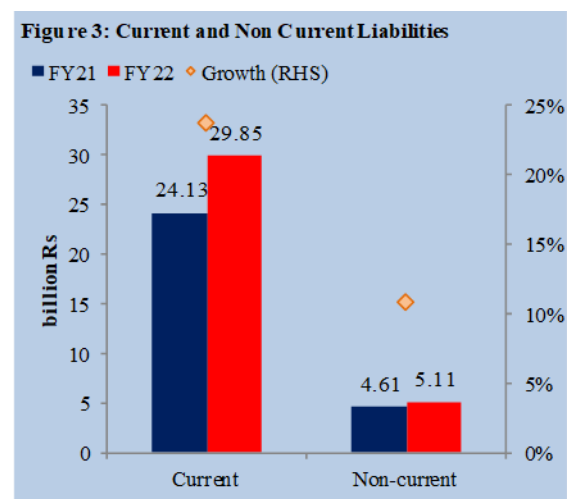
Equity

The shareholders' equity (including others) of Leasing sector grew by 4.85 percent in FY22, reaching Rs 1.29 billion. While the share capital remained unchanged during FY22, the reserves reached Rs 0.68 billion, posting a growth of 8.97 percent in FY22 (Figure 2).



Liabilities

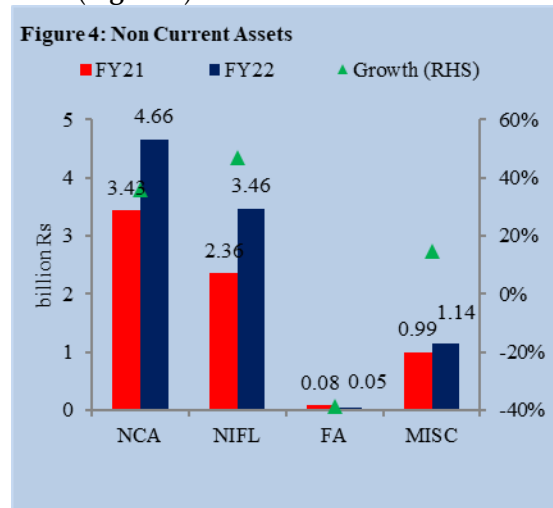
Total liabilities of the sector increased to Rs 6.28 billion in FY22, reflecting a growth of 28.04 percent. The current liabilities remained dominant, constituting 61.18 percent share during FY22. The current liabilities reached Rs 3.84 billion in FY22 from Rs 3.41 billion in FY21, showing a growth of 12.59 percent. The non-current liabilities recorded a growth of 63.37 percent during FY22. The deposits on finance lease posted a growth of 39.34 percent (Figure 3).



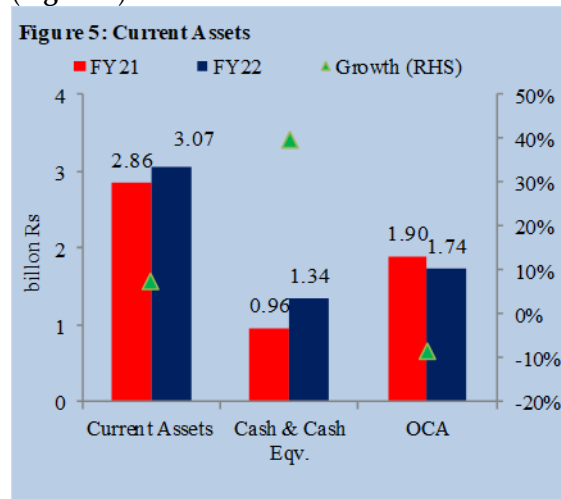
¹ OLP Financial Services and Capital Assets Leasing have changed their business from leasing to investment financial services in FY22; therefore, FY21 data has been prepared without mentioned companies for comparison purpose in statistical analysis/review only.

Assets

Total assets of leasing sector increased to Rs 7.73 billion during FY22, showing a growth of 22.93 percent. Non-current assets, constituting 60.24 percent share of total assets grew by 35.65 percent during the year under review. The component-wise analysis of non-current assets reveals that Net Investment in Finance Lease (NIFL) recorded an increase of 47.01 percent in FY22 (Figure 4).



The current assets grew by 7.65 percent, reaching Rs 3.07 billion during FY22. Cash & cash equivalents reached Rs 1.34 billion in FY22, recording an increase of Rs 0.38 billion. The other current assets decreased to Rs 0.16 billion, recording a decline of 8.53 percent during FY22 (Figure 5).



Profitability and Operating Efficiency

The total income/revenue of the leasing sector reached Rs 0.85 billion during FY22, recording an increase of Rs 0.28 billion. The breakup of income/revenue reveals that income from investment increased by Rs 0.15 billion in FY22. The profit before taxation increased to Rs 0.25 billion in FY22 from Rs 0.10 billion in FY21. Similarly, profit after taxation increased to Rs 0.18 billion during FY22 from Rs 0.07 billion in FY21, posting a YoY growth of 172.37 percent. In terms of efficiency indicators, ROE improved to 14.17 percent in FY22 from 5.50 percent in FY21. Similarly, the ROA improved from 1.06 percent in FY21 to 2.36 percent in FY22 (Figure 6).

