

# Financial Performance of Commercial Public Enterprises - 2003

**1 Name & Address of the Enterprise:** **Local Loans & Development Fund (LLDF)**  
17A, Barnes Place,  
Colombo 07

**2 Mission:**

To assist the Local Authorities by providing loan facilities at concessionary rates in order to improve and expand their service to the community in a more efficient and effective manner.

**3 Major Activities:**

Provision of loans to Local Authorities for investment in infrastructure development and Revenue generation projects for efficient delivery of public utility services.

**4 Brief comments on financial performance**

The performance had declined during the year with the decrease in the Revenue generation, Gross Profits and Net Profits.

Cost of employment has increased by 31% despite the number employed remaining static.

While the Fund has borrowed Rs.30mn from the Treasury during the year the loan installments and interest payments to the Treasury had been Rs.17.4mn and Rs.29.2mn respectively.

The Fund has contributed a sum of Rs.2mn to the Consolidated Fund by way of a levy.

During the year the Fund granted loans to 74 local authorities amounting to Rs.59.5Mn.

**5 Performance Trend**

<b>ABSOLUTE VALUES</b>			<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004 B</b>
1	Total Non-Current Assets (WDV) as at end of yr.	(Rs.' 000)	451,023	512,065	543,815	560,524	1,595,232
2	Total Current Assets as at end of year	(Rs.' 000)	79,347	38,499	53,414	75,305	85,787
3	Total Equity as at end of year	(Rs.' 000)	55,976	57,769	61,474	65,330	75,102
4	Total Non-Current Liabilities as at end of yr	(Rs.' 000)	424,594	454,890	495,264	524,978	1,535,937
5	Total Current Liabilities as at end of year	(Rs.' 000)	49,800	37,905	40,491	45,521	69,980
6	Total Revenue for the year	(Rs.' 000)	47,415	49,744	52,289	41,693	127,686
7	Gross Profit for the year	(Rs.' 000)	13,160	12,906	15,314	9,723	31,364
8	Net Profit bef. Tax for the year	(Rs.' 000)	9,131	3,792	7,208	5,859	25,468
9	Financial Charges for the year	(Rs.' 000)	34,255	36,838	36,974	32,110	96,322
10	Total Capital Expenditure for the year	(Rs.' 000)	-	672	-	163	500
11	Total Cost of Employment for the year	(Rs.' 000)	705	906	1,163	1,526	1,630
12	Total Number of Employees as at end of year	(Nos.)	8	8	9	9	9
<b>RATIOS</b>							
a)	Net Profit bef. Tax to total Equity	(%)	16.31%	6.56%	11.73%	8.97%	33.91%
b)	Net Profit before tax & Fin. Charges to Tot. Assets	(%)	8.18%	7.38%	7.40%	5.97%	7.25%
c)	Total Cost of Employment per employee	(Rs.' 000)	88.13	113.25	129.22	169.56	181.11

**CHECK the validity of the financial statements**

**1 Calculation of Equity**

Total Non-Current Assets (WDV) as at end of year.	(Rs.' 000)	#REF!	#REF!	451,023	512,065	543,815
Total Current Assets as at end of year	(Rs.' 000)	#REF!	#REF!	79,347	38,499	53,414
<b>Total Assets</b>	(Rs.' 000)	#REF!	#REF!	530,370	550,564	597,229
Total Non-Current Liabilities as at end of year	(Rs.' 000)	#REF!	#REF!	424,594	454,890	495,264
Total Current Liabilities as at end of year	(Rs.' 000)	#REF!	#REF!	49,800	37,905	40,491
<b>Total Liabilities</b>	(Rs.' 000)	#REF!	#REF!	474,394	492,795	535,755
<b>Equity (Total Assets - Total Liabilities)</b>	(Rs.' 000)	#REF!	#REF!	55,976	57,769	61,474
Equity as per line 7.3 of page 1	(Rs.' 000)	#REF!	#REF!	55,976	57,769	61,474
<b>DIFERENCE</b>	(Rs.' 000)	#REF!	#REF!	-	-	-

2 Current Assets to Current Liabilities

(Times)	#REF!	#REF!	1.59	1.02	1.32
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3 Total Revenue per Employee

(Rs.' 000)	#REF!	#REF!	5,927	6,218	5,810
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4 Total Assets per Employee

(Rs.' 000)	#REF!	#REF!	66,296	68,821	66,359
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5 Total Cost of Employment per Employee

(Rs.' 000)	#REF!	#REF!	88	113	129
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530,370	
530,370	
550,564	61,890
550,564	13,212
597,229	75,102
597,229	418,000
635,829	73,937
635,829	1,044,000
1,681,019	1,535,937
1,681,019	31,000
	38,980
-	69,980
363	1,681,019
31.21	2,370
257	473,820
	75,042
0.283664459	1,044,000
	1,595,232
	500
	17,778
	48,000
	19,509

85,787