



**MONETARY BOARD
CENTRAL BANK OF SRI LANKA**

31 May 2017

BANKING ACT DIRECTIONS

No. 04 of 2017

**AMENDMENT TO DIRECTIONS ON THE LOAN TO VALUE RATIOS FOR
CREDIT FACILITIES IN RESPECT OF MOTOR VEHICLES**

The Directions 5.1 and 5.4 of the Banking Act Directions No. 02 of 2017 on Amendment to Directions on the Loan to Value Ratios for Credit Facilities in Respect of Motor Vehicles are amended by replacing the following:

5. Interpretations 5.1 Credit facilities shall mean finance leases, hire purchase facilities and all other credit facilities granted for the purpose of purchase or utilisation of vehicles by end-users.
- 5.4 The vehicle classes provided by the Department of Motor Traffic (DMT) may be categorised for the purpose of the Direction as in Table 1 below:

Table 1 – Categorisation of DMT Vehicle Classes

Vehicle Category	Vehicle Class of DMT	LTV
Commercial vehicles	C1, C, CE, D1, D, DE, G1, G, J	90%
Motor Cars, SUVs and Vans	B (other than light trucks & single cabs)	50%
Three wheelers	B1	25%
Any other vehicle	A1, A, light trucks & single cabs categorized under B	70%

Dr. Indrajit Coomaraswamy
*Chairman of the Monetary Board and
Governor of the Central Bank of Sri Lanka*