



MONETARY BOARD

CENTRAL BANK OF SRI LANKA

²⁰²¹
~~17~~ February 2020 **FINANCE BUSINESS ACT DIRECTIONS** No. 02 of 2021

**AMENDMENTS TO DIRECTIONS ON LOAN TO VALUE RATIOS FOR CREDIT
FACILITIES GRANTED IN RESPECT OF MOTOR VEHICLES**

Issued under Section 12 of the Finance Business Act, No.42 of 2011.

The Central Bank of Sri Lanka issues Directions as follows for implementation of loan to value ratios in respect of credit facilities granted by Licensed Finance Companies (LFCs), for the purpose of purchase or utilisation of motor vehicles.

1. The following will replace Directions 1 (i) (b) of the Finance Business Act Directions No.03 of 2020 on Amendments to Directions on Loan to Value Ratios for Credit Facilities Granted in respect of Motor Vehicles.

“(b) 80 per cent in respect of registered vehicles which have been used in Sri Lanka for more than one year after the first registration.”

Prof. W D Lakshman

*Chairman of the Monetary Board and
Governor of the Central Bank of Sri Lanka*