

ABSTRACT

This thesis investigates in to and examines the adequacy and effectiveness of the existing legal framework in Sri Lanka in the direction of properly and prudentially regulating and supervising the finance companies in the country in order to ensure that their role and conduct cater to the broader interests of the financial system, national economy and the individual stakeholders, such as depositors, creditors and shareholders. For this purpose, the Golden Key Credit Card Company Limited is taken as a case study.

This thesis is a result of a comprehensive library research backed by a field survey. The field survey included interviews of various stakeholders relating to the Golden Key Credit Card Company failure.

It is pointed out in this thesis that many of the problems and loopholes that existed in the previous laws relating to finance companies have been rectified by the existing laws in Sri Lanka.

Therefore the existing legal framework in Sri Lanka in the direction of properly and prudentially regulating and supervising finance companies remains adequate and effective despite the fact that there are certain practical problems with regard to implementation of the legal provisions.

