



# Building

## New Paths



ARPICO INSURANCE PLC  
Interim Financial Statements  
For The Period Ended 31<sup>st</sup> March 2025

Arpico Insurance PLC  
Interim Financial Statements - Quarter 1 - 2025

## Income Statement

For the period ended 31 March	Note	Un-Audited 2025 LKR	Un-Audited 2024 LKR
Gross Written Premium	4	447,483,879	568,240,498
Premium ceded to reinsurers	5	(21,557,173)	(22,268,362)
<b>Net written premium</b>		<b>425,926,706</b>	<b>545,972,136</b>
<b>Other revenue</b>			
Fees and commission income		4,468,225	5,295,940
Investment income	6	139,580,223	137,828,756
Fair value gains		3,129,765	4,138,612
Other operating revenue		681,282	525,588
<b>Total Other revenue</b>		<b>147,859,495</b>	<b>147,788,896</b>
<b>Total net revenue</b>		<b>573,786,201</b>	<b>693,761,032</b>
<b>Benefits, claims and expenses</b>			
Net Insurance Benefits and Claims Paid		(206,897,608)	(321,229,138)
Net change in insurance claims outstanding		(28,164,171)	(748,071)
Underwriting and net acquisition costs		(105,421,309)	(97,828,237)
Change in contract liabilities - life fund	7	(44,696,333)	(13,027,767)
Other operating, administrative and selling expenses		(134,731,309)	(170,193,852)
Depreciation and amortisation		(32,380,971)	(24,309,598)
<b>Total benefits, claims and expenses</b>		<b>(552,291,701)</b>	<b>(627,336,663)</b>
<b>Profit/(Loss) before Taxation</b>		<b>21,494,500</b>	<b>66,424,369</b>
Income Tax Expense	8	(9,660,350)	(19,180,040)
<b>Profit/(Loss) for the Period</b>	9	<b>11,834,150</b>	<b>47,244,329</b>
<b>Profit/(Loss) attributable to:</b>			
Equity holders of the Company		<b>11,834,150</b>	<b>47,244,329</b>
Basic Earning per Share (LKR)		0.18	0.71
Diluted Earning per Share (LKR)		0.18	0.71

## Statament of Other Comprehensive Income

For the period ended 31 March	Un-Audited 2025 LKR	Un-Audited 2024 LKR
Profit/(Loss) for the Period	11,834,150	47,244,329
<b>Other Comprehensive Income/(Loss)</b>		
Net change in fair value of available-for-sale financial assets	(22,712,972)	125,585,794
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	(16,094,151)	
Net change in fair value of AFS reserve transferred to insurance Liabilities	16,094,151	33,185,936
<b>Items that will never be reclassified to profit or loss</b>		
Acturial loss on defined benefit plan		
<b>Total Other comprehensive income, net of tax</b>	<u>(22,712,972)</u>	<u>158,771,730</u>
<b>Total comprehensive Income/(Loss) for the Period, Net of Tax</b>	<u>(10,878,822)</u>	<u>206,016,059</u>


## STATEMENT OF FINANCIAL POSITION


As at	Note	Un-Audited 31.03.2025 LKR	Un-Audited 31.12.2024 LKR
<b>Assets</b>			
Intangible assets		7,170,443	7,252,280
Property, plant and equipment		36,240,146	41,808,801
Right of use assets	10	156,148,937	171,032,028
Deferred Tax Asset		90,000,000	90,000,000
Financial assets	11	4,101,092,213	4,262,978,831
Loans to life policyholders		200,496,431	199,044,250
Reinsurance receivables		2,111,190	10,519,552
Amounts due from related parties	13	7,976,526	5,936,182
Premium receivable		56,700,001	59,716,100
Other assets		131,631,823	107,691,105
Cash and cash equivalents		223,663,509	53,869,097
<b>Total Assets</b>		<b>5,013,231,219</b>	<b>5,009,848,226</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Stated capital	16	675,564,870	675,564,870
Retained earnings		1,017,834,121	1,005,999,971
Available for sale reserves		136,800,211	159,513,183
<b>Total Equity</b>		<b>1,830,199,202</b>	<b>1,841,078,024</b>
<b>Liabilities</b>			
Insurance contract liabilities	12	2,762,500,873	2,715,710,389
Employee benefit obligation		17,526,269	15,878,745
Reinsurance payables		1,574,050	8,696,647
Lease liabilities	10	191,341,476	208,113,822
Amounts due to related parties	13	666,592	7,114,065
Other financial liabilities		180,659,461	177,860,728
Other liabilities		28,763,296	35,395,805
<b>Total Liabilities</b>		<b>3,183,032,017</b>	<b>3,168,770,202</b>
<b>Total Equity and Liabilities</b>		<b>5,013,231,219</b>	<b>5,009,848,226</b>

These Financial Statements are prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

  
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**S.H. Dulanjith Kaweesha**  
Financial Controller

The Board of Directors is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the board.

  
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**Ramal Jasinghe**  
Chairman  
07, May 2025  
Colombo.

  
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**Kelum Senanayake**  
Director / Chief Executive Officer

## STATEMENT OF CHANGES IN EQUITY

	Stated Capital	AFS Reserve	Retained Earnings	Total
	LKR	LKR	LKR	LKR
<b>Audited Balance as at 01 January 2024</b>	675,564,870	(35,537,005)	770,448,880	1,410,476,745
Profit for the period			47,244,329	47,244,329
Actuarial loss on defined benefit plan			-	-
Other Comprehensive Income / (Loss)				
Net change in fair value of available-for-sale financial assets		25,651,818		25,651,818
Total Comprehensive Income for the Period, Net of Tax				
<b>Un-Audited Balance as at 31st March 2024</b>	675,564,870	(9,885,187)	817,693,209	1,483,372,892
Profit/(Loss) for the period			187,646,569	187,646,569
Actuarial loss on defined benefit plan			660,193	660,193
Other Comprehensive Income / (Loss)				
Net change in fair value of available-for-sale financial assets		169,398,370		169,398,370
Total Comprehensive Income for the Period, Net of Tax				
<b>Audited Balance as at 31th December 2024</b>	675,564,870	159,513,183	1,005,999,971	1,841,078,024
Profit/(Loss) for the period			11,834,150	11,834,150
Actuarial loss on defined benefit plan				-
Other Comprehensive Income / (Loss)				
Net change in fair value of available-for-sale financial assets		(22,712,972)		(22,712,972)
Total Comprehensive Income for the Period, Net of Tax				
<b>Unaudited Balance as at 31 March 2025</b>	<b>675,564,870</b>	<b>136,800,211</b>	<b>1,017,834,121</b>	<b>1,830,199,202</b>

Arpico Insurance PLC  
Interim Financial Statement- Quarter 1 - 2025

**STATEMENT OF CASH FLOWS**

<b>For the period ended 31 March</b>	<b>Un-Audited 2025 LKR</b>	<b>Un-Audited 2024 LKR</b>
<b>Cash flows from operating activities</b>		
Insurance premium received	436,793,426	522,953,954
Reinsurance premium paid	(28,679,770)	(10,854,508)
Insurance benefits and claims paid	(231,222,253)	(316,140,400)
Reinsurance claim received	3,975,495	(12,465,715)
Other operating cash flows	(259,988,672)	(244,008,111)
<b>Cash generated from operating activities</b>	<b>(79,121,774)</b>	<b>(60,514,780)</b>
Tax Paid	(2,586,308)	(10,304,155)
Employee benefits paid	(273,500)	-
<b>Net cash generated from operating activities</b>	<b>(81,981,582)</b>	<b>(70,818,935)</b>
<b>Cash flows from investing activities</b>		
Acquisition of financial investments	(158,523,892)	(250,077,347)
Proceeds from sale/maturity of investment securities	297,697,540	199,647,679
Interest/Dividend received	139,580,223	137,828,756
Acquisition of property, plant and equipment	(26,730,477)	(18,479,392)
<b>Net Cash Used in Investing Activities</b>	<b>252,023,394</b>	<b>68,919,696</b>
<b>Net Cash Flows Before Financing Activities</b>	<b>170,041,812</b>	<b>(1,899,239)</b>
<b>Cash flows from financing activities</b>		
Rent Advance/ payments paid for Right of Use Assets	(247,400)	(419,325)
<b>Net cash used in financing activities</b>	<b>(247,400)</b>	<b>(419,325)</b>
Net increase / (Decrease) in cash and cash equivalents	169,794,412	(2,318,564)
Cash and cash equivalents at the beginning of the year	53,869,098	56,396,474
<b>Cash and cash equivalents at the end of the period</b>	<b>223,663,509</b>	<b>54,077,910</b>

## Notes to the Financial Statements

### 1. Reporting Entity

Arpico Insurance PLC ("Company") is a Public limited liability company incorporated and domiciled in Sri Lanka and the ordinary shares of the company are listed on the stock exchange. The company is registered under the Insurance Industry Act No.43 of 2000 and amendments there to. The registered office of the company is located at 310, High level Road, Nawinna, Maharagama and the principal place of business is located at No. 55/20, Vauxhall Lane, Colombo 02.

### 2. Approval of Financial Statements

The Unaudited Condensed Consolidated Interim Financial Statements for the quarter ended 31 March 2025 were authorised for issue by the Board of Directors on 07<sup>th</sup> May 2025.

### 3. Basis of Preparation

The Financial Statements of the Company have been prepared on an accrual basis under the historical cost convention and applied consistently with no adjustment being made for inflationary factors affecting the Financial Statements except for the financial assets available for sale and financial assets designated at fair value through profit or loss which are measured at fair value and investment properties valued at fair value.

The Condensed Consolidated Interim Financial Statements have been prepared in compliance with Sri Lanka Accounting Standard "LKAS 34 – Interim Financial Reporting". These Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2024. Furthermore, provisions of the Companies Act No. 07 of 2007 have been considered in preparing the Condensed Consolidated Interim Financial Statements of the Company.

The same accounting policies have been followed in preparation of these Interim Financial Statements as stated in the Audited Financial Statements for the year ended 31 December 2024.

### 4. Gross Written Premium

For the Period Ended 31 March	Un-Audited 2025 LKR	Un-Audited 2024 LKR
First year premium	164,619,484	110,488,391
Renewal premium	271,704,874	252,138,159
Group premium	11,159,521	205,613,948
	447,483,879	568,240,498

### 5. Premium Ceded To Reinsurers On Insurance Contracts

For the Period Ended 31 March	Un-Audited 2025 LKR '000	Un-Audited 2024 LKR '000
Conventional policies		
Total premium ceded to reinsurers	21,557,173	22,268,362
<b>Total net written premium</b>	<b>425,926,706</b>	<b>545,972,136</b>

## Notes to the Financial Statements

### 6. Investment income

For the Period Ended 31 March	Un-Audited 2025 LKR	Un-Audited 2024 LKR
<b>Held to maturity financial assets</b>		
Interest Income	42,818,073	44,519,846
<b>Loans and receivables</b>		
Interest Income	68,979,640	83,971,513
<b>Available For Sale Financial Assets</b>		
Interest Income	8,032,100	9,337,397
Dividend income	19,750,410	-
	<u>139,580,223</u>	<u>137,828,756</u>

### 7. Change in contract liabilities - life fund

As per the requirement of SLFRS 4 ,the Liability Adequacy Test with respect to Life insurance provision was performed as at 31st December 2024 .

### 8. Income Tax Expense

For the Period Ended 31 March	Un-Audited 2025 LKR	Un-Audited 2024 LKR
Income tax on current period profit	9,660,350	19,180,040
<b>Total current income tax</b>	<u>9,660,350</u>	<u>19,180,040</u>

### 9. Profit/(Loss) from life insurance

No surplus or deficit transfer has been made from the life insurance fund to the Income Statement for quarter ended 31<sup>st</sup> March 2025.

### 10. Right of Use Assets

As at	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
<b>Opening balance</b>	171,032,028	198,167,665
Additions of right of use lease asset during the period	10,189,387	85,070,180
Depreciation for the period	(25,901,477)	(119,121,357)
Advance payment for leases	829,000	6,915,540
<b>Closing balance</b>	<u>156,148,938</u>	<u>171,032,028</u>

#### Lease liabilities

As at	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
<b>Opening balance</b>	208,113,822	221,777,381
Additions during the period	10,189,387	85,070,180
Finance cost recognised in profit and loss	7,003,045	41,059,179
Lease payments	(33,964,778)	(139,792,918)
<b>Closing balance</b>	<u>191,341,476</u>	<u>208,113,822</u>



## Notes to the Financial Statements

### 11. Financial Assets

As at	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
Loans and receivables (11.1)	2,147,941,951	2,232,094,687
Available-for-sale financial assets (11.2)	748,779,115	780,240,836
Held to Maturity (11.3)	1,068,889,735	1,118,291,661
Fair Value through profit & Loss (11.4)	135,481,412	132,351,647
	4,101,092,213	4,262,978,831

#### 11.1 Loans and receivables

	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
<b>Amortised cost</b>		
Debentures	471,287,412	471,257,072
Fixed deposit	1,220,702,348	1,072,650,120
Reverse repurchase agreements	199,992,794	436,742,023
RPAF loan	99,897,753	100,003,164
Commercial Paper	156,061,644	151,442,308
	2,147,941,951	2,232,094,687

#### Available-for-sale financial assets

	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
11.2 Treasury bonds	324,145,300	332,894,050
Quoted equities	424,633,815	447,346,786
	748,779,115	780,240,836

#### 11.3 Held to Maturity

	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
Treasury bonds	1,068,889,735	1,118,291,661
	1,068,889,735	1,118,291,661

#### 11.4 Fair Value through profit & Loss

	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
Unit trust	135,481,412	132,351,647
	135,481,412	132,351,647

### 12. Insurance Contract Liabilities

As at	Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
Balance as at 1 January	2,715,710,389	2,885,863,883
<b>Change in contract liabilities life fund</b>		
Increase in life insurance fund before surplus transfer	30,696,333	(181,059,252)
Surplus transferred from / (to) shareholders	-	-
Increase in life insurance fund	30,696,333	(181,059,252)
Movement in AFS reserve transferred to life fund	16,094,151	10,905,758
<b>Life Insurance Fund balance as at period end</b>	2,762,500,873	2,715,710,389

### 13. Related Party Transactions

#### 13.1 Amounts Due to Related Party

As at		Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
<b>Related Party</b>	<b>Relationship</b>		
Richard Pieris & Company PLC	Ultimate Parent	-	7,114,065
Richard Pieris Distributors Limited	Fellow Subsidiary	666,592	-
		<u>666,592</u>	<u>7,114,065</u>

#### 13.2 Amounts Due From Related Parties

As at		Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
<b>Related Party</b>	<b>Relationship</b>		
Richard Pieris & Company PLC	Ultimate Parent	1,446,141	-
Richard Pieris Distributors Limited	Fellow Subsidiary	6,530,385	5,936,182
		<u>7,976,526</u>	<u>5,936,182</u>

#### Investments in related parties

As at		Un-Audited 31.03.2025 LKR	Audited 31.12.2024 LKR
<b>Related Party</b>	<b>Relationship</b>		
Richard Pieris Finance PLC	Fellow Subsidiary	300,186,301	100,000,000

### 14. Contingent Liabilities

Contingent liabilities are not recognized in the Statement of Financial Position but disclosed if there is a possible future obligation as a result of a past event or if there is a present obligation as a result of a past event but either a payment is not probable or the amount cannot be reasonably estimated as at the date of Statement of Financial Position. As at the 31 Mrch 2024 ,end of the interim period no material capital commitment and contingencies approved by the board and contracted for which no provision has been made in interim financial statements.

### 15. Events Occurring After The Reporting Date

The directors give due consideration to and where necessary adjustments or disclosures are made in the current Financial Statements in respect of material post Statement of financial position events as appropriate. There have been no material event occurring after the reporting date that require adjustments to or disclosure in the interim financial statements.

### 16. Stated Capital

As at 31st March	Un-Audited 2025 LKR	Audited 2024 LKR
Ordinary Shares	675,564,870	675,564,870
	<u>675,564,870</u>	<u>675,564,870</u>
No of Ordinary Shares	66,230,407	66,230,407

## 17. Share Information

### 17.1 Net Assets Per Share

As at 31 March	Un-Audited 2025 LKR	Un-Audited 2024 LKR
Net Assets Per Share	27.63	22.40

### 17.2 Market Price Per Share

For the quarter ended 31st March	2025 LKR	2024 LKR
Highest Price	27.40	24.90
Lowest Price	25.10	20.90
Closing Price	25.10	24.00
Market Capitalization	1,642,915,355	1,589,529,768
Float Adjusted Market capitalization	166,423,140	159,129,696

## 18. Public Shareholding

For the quarter ended 31 March	2025		2024	
	No of Shares	%	No of Shares	%
Public Shareholding	6,630,404	10%	6,630,404	10%

## 19. Directors' Shareholding

As at 31 March	2025	2024
Mr.Ramal Jasinghe	Nil	Nil
Mr. Shiron Gooneratne	Nil	Nil
Mr.Yudhistran Kanakasabai	Nil	N/A
Mr.Kelum Sennayake	Nil	Nil
Mr.Rohan Muttiah	Nil	N/A
Mrs. Lasinee Serasinhe	N/A	Nil
Mrs. Dilukshika Fernando	N/A	Nil

## 20. Twenty Largest Shareholders as at 31 March 2025

Name of Shareholder	No of Shares	%
1 KEGALLE PLANTATIONS LIMITED	26,685,001	40.77%
2 RICHARD PIERIS DISTRIBUTORS LIMITED	17,790,001	27.18%
3 RICHARD PIERIS AND CO LTD - ACCOUNT NO. 01	15,125,001	23.11%
4 MR.D.G.WIJEMANNA	1,986,924	3.04%
5 MRS.T.T.A.DE SILVA WEERASOORIA	1,101,076	1.68%
6 MR.R.P.WEERASOORIYA	801,980	1.23%
7 MR.B.T.DE S WEERASOORIA	295,013	0.45%
8 T R L HOLDINGS (PVT) LIMITED	286,000	0.44%
9 MR.A.P.ARUMUGAMPILLAI	189,500	0.29%
10 MR.J.P.PAUL	189,005	0.29%
11 MR.D.P.NAVARATNAM	154,000	0.24%
12 MR.S.A.OBEYESEKERE	103,300	0.16%
13 TRADING PARTNERS (PVT) LTD	100,000	0.15%
14 FLYBRUNEI SDN BHD	99,700	0.15%
15 MR.T.A.N.GOMIS	98,825	0.15%
16 MR.M.L.A.BENEDICT	92,214	0.14%
17 MR.H.A.S.MADANAYAKE	78,300	0.12%
18 PEOPLES LEASING & FINANCE PLC/MR.K.	54,894	0.08%
19 MR.H.A.S.MADANAYAKE	78,300	0.12%
18 PEOPLE'S LEASING & FINANCE PLC	54,894	0.08%
19 MRS.S.UMESHWARY	50,000	0.08%
20 MR.M.R.BANDARATILAKA	40,867	0.06%
	65,454,795	100.00%
Others	775,612	1.18%
Total	65,454,795	100.00%



**ARPICO INSURANCE PLC**

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