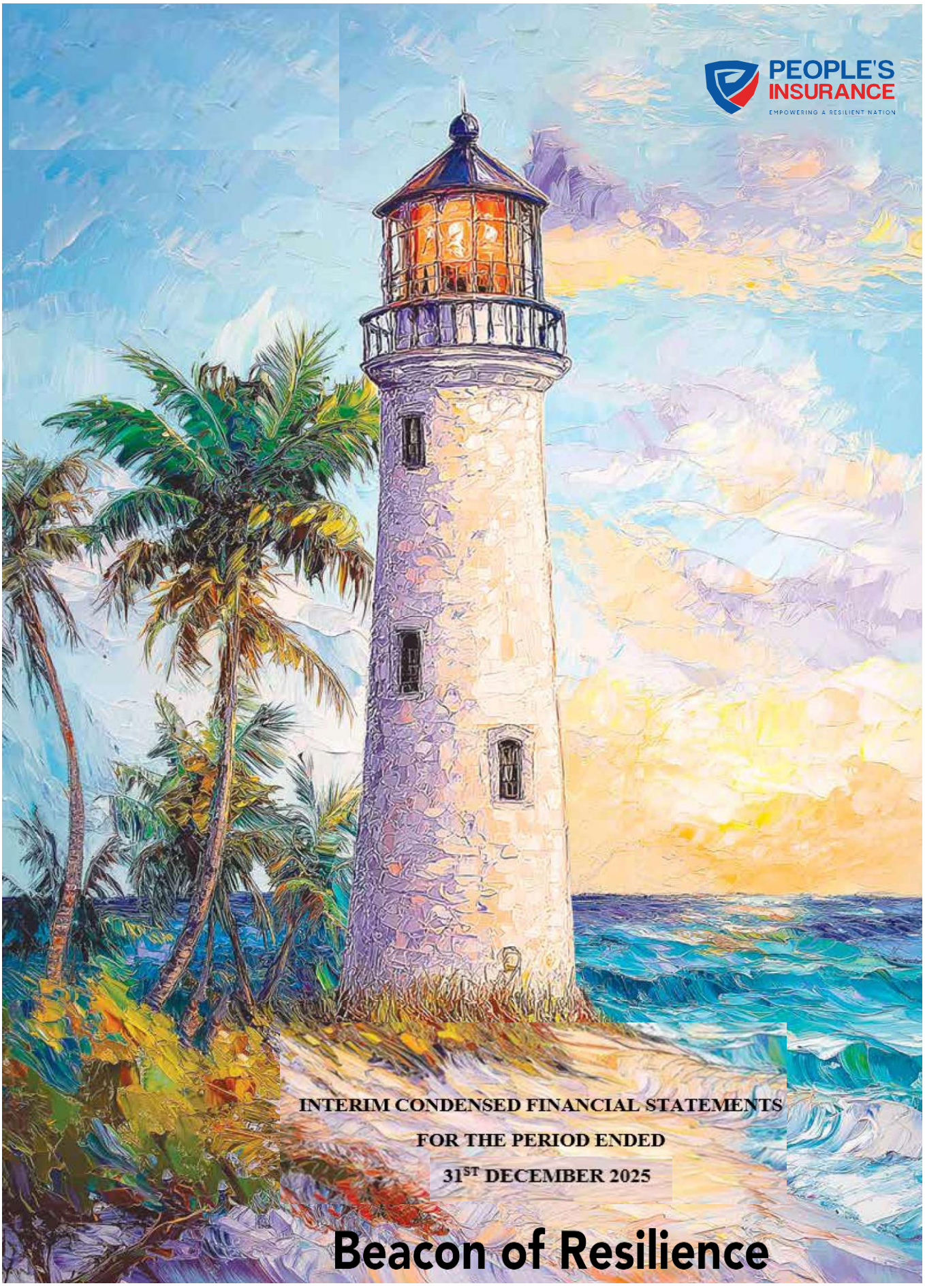
PEOPLE'S
INSURANCE
EMPOWERING A RESILIENT NATION
INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
31ST DECEMBER 2025
Beacon of Resilience

PEOPLE'S INSURANCE PLC

FINANCIAL REVIEW

The company has reported a constant top line growth of 34% in Quarter 4 while ensuring a stable level of financial position and profitability contributed by effective management and underwriting practices.

The Gross Written Premium for the twelve months ended period ended 31st December 2025 was Rs. 8,367.39 Mn compared to Rs. 6,249.30 Mn in 2024.

The profit before tax is Rs. 472.72 Mn for the twelve months ended 31st December 2025 compared to Rs. 701.62 Mn achieved in 2024 and the Profit after tax of the company for the period under review was recorded at Rs. 355.25 Mn against the Rs. 429.42 Mn in the same period of the previous year.

The Motor segment was the largest contributor to the company's GWP, accounting to 79% and reported a 42% growth compared to the previous financial year. The Fire segment demonstrated strong growth, recording a 15% increase and contributing 9% to the overall GWP.

Company's claims cost increased by 1% to Rs. 3,164.89 Mn for the twelve months, while operating expenses increased by 19% to Rs. 1,959.58 Mn from Rs. 1,641.59 Mn in 2024, driven by rising salary cost due to expansion of direct sales unit, increased staff welfare and shared cost.

Underwriting Loss of the Company increased by 23% to Rs. 633.88 Mn in 2025 compared to Rs. 513.36 Mn in 2024 mainly due to the second year impact motor SRCC & TC 100% cession to NITF.

Investment and other income which comprises interest and dividend income, net fair value gains/ losses and other income, decreased by 9% to Rs. 1,106.60 Mn in 2025 reflecting the impact of fluctuating market conditions and lower investment returns.

The Company's total asset base expanded by 23% to Rs. 15.67 Bn as of 31st December 2025, compared to Rs. 12.69 Bn in the previous year while financial investments grew by 14%, reflecting the Company's proactive approach to managing cash flows and optimizing investment returns.

Total shareholders' equity increased to Rs. 5,970.13 Mn in 2025, reflecting a 6% growth compared to Rs. 5,637.95 Mn in 2024.

Cash equivalents decreased by Rs. 73.05 Mn in 2025 Compared to previous year.

The Company is committed in driving sustainable growth while maximizing long term stakeholder expectation.

PEOPLE'S INSURANCE PLC
STATEMENT OF PROFIT OR LOSS

For the year ended 31.12.2024 Rs. (Audited)		Note	For the year ended 31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)	Change %	For the three months ended 31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Unaudited)	Change %
5,928,201,984	**Revenue**	**7**	5,722,470,265	5,928,201,984	(3)	1,458,888,452	1,417,850,679	3
6,249,295,113	Gross written premium	**8**	8,367,388,707	6,249,295,113	34	2,114,548,015	1,555,049,919	36
(457,166,081)	Change in reserve for unearned insurance premium		(1,188,074,173)	(457,166,081)	160	(87,989,392)	(35,952,862)	145
5,792,129,032	Gross earned premium		7,179,314,534	5,792,129,032	24	2,026,558,623	1,519,097,057	33
(1,245,930,708)	Premium ceded to reinsurers		(2,875,254,412)	(1,245,930,708)	131	(809,369,377)	(252,691,396)	220
167,028,987	Change in reserve for unearned reinsurance premium		311,806,117	167,028,987	87	(42,517,455)	(134,333,825)	(68)
4,713,227,311	**Net earned premium**		4,615,866,239	4,713,227,311	(2)	1,174,671,791	1,132,071,836	4
98,887,860	**Fee income**		148,337,257	98,887,860	50	40,759,740	28,989,468	41
	Claims and expenses							
(3,129,707,791)	Net claims		(3,164,894,977)	(3,129,707,791)	1	(969,646,086)	(789,095,063)	23
(490,546,313)	Underwriting and net acquisition costs		(208,592,746)	(490,546,313)	(57)	(70,361,421)	(97,395,962)	(28)
(1,641,591,916)	Other operating and administrative expenses		(1,959,584,298)	(1,641,591,916)	19	(447,540,726)	(459,607,045)	(3)
(63,628,279)	Finance cost		(65,015,978)	(63,628,279)	2	(12,018,838)	(14,825,421)	(19)
(5,325,474,299)	**Total claims and expenses**		(5,398,087,999)	(5,325,474,299)	1	(1,499,567,071)	(1,360,923,491)	10
(513,359,128)	**Underwriting results**		(633,884,503)	(513,359,128)	23	(284,135,540)	(199,862,187)	42
	Other revenue							
1,178,784,913	Net interest and dividend income	**9**	1,032,277,484	1,178,784,913	(12)	265,885,907	276,352,133	(4)
18,064,535	Net fair value gains/(losses)		74,874,209	18,064,535	-	19,222,736	8,924,864	-
18,125,225	Other income		(547,667)	18,125,225	(103)	(891,982)	501,846	(278)
1,214,974,673	**Total other revenue**		1,106,604,026	1,214,974,673	(9)	284,216,661	285,778,843	(1)
701,615,545	**Profit before tax**		472,719,523	701,615,545	(33)	81,121	85,916,656	(100)
(272,194,138)	Income tax expense	**10**	(117,471,364)	(272,194,138)	(57)	30,525,494	(55,317,537)	(155)
429,421,407	**Profit for the period**		355,248,159	429,421,407	(17)	30,606,615	30,599,119	0
2.13	Basic earnings per share	**11**	1.74	2.11	(17)	0.15	0.15	0

The notes to the financial statements form an integral part of these interim condensed financial statements.

PEOPLE'S INSURANCE PLC
STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31.12.2024 Rs. (Audited)		For the year ended 31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)	Change %	For the three months ended 31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Unaudited)	Change %
429,421,407	**Profit for the period**	355,248,159	429,421,407	(17)	30,606,615	30,599,119	0
	Comprehensive income						
	Comprehensive income that may be reclassified to statement of profit or loss in subsequent periods:						
(26,382,378)	Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	(25,284,824)	(26,382,378)	(4)	-	(11,457,800)	(100)
7,914,713	Deferred tax effect on above	7,585,447	7,914,713	(4)	-	3,437,340	(100)
(18,467,665)		(17,699,377)	(18,467,665)	4	-	(8,020,460)	(100)
	Comprehensive income not to be reclassified to statement of profit or loss in subsequent periods:						
(9,370,194)	Actuarial losses on defined benefit obligations	(7,660,322)	(9,370,194)	-	(7,660,322)	(9,370,194)	-
2,811,059	Deferred tax effect on above	2,298,097	2,811,059	-	2,298,097	2,811,058	-
(6,559,135)		(5,362,225)	(6,559,135)	-	(5,362,225)	(6,559,136)	-
(25,026,800)	**Comprehensive income for the period, net of tax**	(23,061,602)	(25,026,800)	8	(5,362,225)	(14,579,596)	(63)
404,394,607	**Total comprehensive income for the period, net of tax**	332,186,557	404,394,607	(17.86)	25,244,390	16,019,523	58

PEOPLE'S INSURANCE PLC
STATEMENT OF FINANCIAL POSITION

As at	Note	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Assets			
Intangible assets		18,991,591	15,783,718
Property, plant and equipment		134,700,210	122,447,874
Right of use assets		160,803,923	217,153,747
Deferred tax asset		26,804,939	7,552,011
Financial investments	**12**	11,496,065,492	10,085,833,841
Reinsurance receivables		1,782,739,544	451,344,298
Insurance receivables	**13**	1,759,981,784	1,364,271,636
Deferred expenses		21,109,899	-
Other assets		181,790,229	269,990,052
Cash and cash equivalents		82,025,892	155,077,825
Total assets		15,665,013,503	12,689,455,002
Equity and liabilities			
Equity			
Stated capital		1,435,000,000	1,435,000,000
Retained earnings		4,552,307,562	4,197,059,403
Fair value reserve		(1,365,630)	16,333,747
Other reserves		(15,809,085)	(10,446,860)
Total equity		5,970,132,847	5,637,946,290
Liabilities			
Insurance contract liabilities	**14**	7,119,085,782	4,852,025,556
Employee defined benefit obligations		117,118,707	94,123,807
Other liabilities		1,339,035,620	1,073,553,717
Lease liability		207,907,990	264,383,135
Reinsurance payables		574,954,646	387,360,941
Deferred Income		-	9,364,218
Income tax payables		201,767,891	272,603,145
Bank overdrafts		135,010,020	98,094,193
Total liabilities		9,694,880,656	7,051,508,712
Total equity and liabilities		15,665,013,503	12,689,455,002

The notes to the financial statements form an integral part of these interim condensed financial statements.

Certification

These interim condensed financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)
Amila Rajapaksha
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these interim condensed financial statements. Signed for and on behalf of the Board by;

(Sgd.)
Chandana Guniyangoda
Chairperson

(Sgd.)
Nayanganie Wickramasingha
Director

20th February 2026
Colombo

PEOPLE'S INSURANCE PLC
STATEMENT OF CHANGES IN EQUITY

	Stated capital	Retained earnings	Fair value reserve	Other reserves	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Audited balance as at 31 December 2023	**1,350,000,000**	**3,867,637,996**	**34,801,412**	**(3,887,725)**	**5,248,551,683**
Profit for the period (audited)		429,421,407			429,421,407
Other comprehensive income (audited)			(18,467,665)	(6,559,135)	(25,026,800)
Dividend paid	85,000,000	(100,000,000)			(15,000,000)
Audited balance as at 31 December 2024	**1,435,000,000**	**4,197,059,403**	**16,333,747**	**(10,446,860)**	**5,637,946,290**
Profit for the period (unaudited)	-	355,248,159	-	-	355,248,159
Other comprehensive income (unaudited)	-	-	(17,699,377)	(5,362,225)	(23,061,602)
Unaudited balance as at 31 December 2025	**1,435,000,000**	**4,552,307,562**	**(1,365,630)**	**(15,809,085)**	**5,970,132,847**

The notes to the financial statements form an integral part of these interim condensed financial statements.

PEOPLE'S INSURANCE PLC
STATEMENT OF CASH FLOWS

For the year ended	Note	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Operating activities			
Premium received from customers		7,969,205,786	6,183,530,948
Reinsurance premium paid		(2,687,660,706)	(1,697,087,053)
Claims paid		(3,503,553,807)	(3,000,752,706)
Reinsurance receipts in respect of claims		512,399,411	143,807,179
Interest received		644,745,771	936,987,852
Other operating cash flows		(1,261,922,319)	(1,666,755,097)
Cash flows from operating activities	**A**	1,673,214,136	899,731,123
Gratuity paid		(6,976,538)	(4,374,708)
Income tax paid		(176,833,541)	(209,630,548)
Interest paid on vehicle loan		(3,045,569)	-
Interest paid on lease liability		(49,827,395)	(61,625,721)
Net cash flows from operating activities		1,436,531,093	624,100,146
Investing activities			
Purchase of liquid investments		(16,333,587,484)	(200,857,534)
Purchase of other investments		(11,118,483,245)	(12,078,638,651)
Sale of liquid investments		15,344,457,579	601,072,329
Sale of other investments		10,628,925,129	11,203,462,059
Purchase of intangible assets		(8,135,915)	(9,085,215)
Purchase of property, plant and equipment		(74,463,871)	(94,203,384)
Sale proceed from disposal of property, plant and equipment		22,288,136	15,006,949
Net cash flows from/(used in) investing activities		(1,538,999,671)	(563,243,447)
Net cash flows before financing activities		(102,468,578)	60,856,699
Financing activities			
WHT paid on scrip dividend		-	(15,000,000)
Loan obtained		26,200,000	-
Loan repayment		(26,200,000)	-
Payment of lease liability		(87,644,684)	(70,645,946)
Net cash flow used in financing activities		(87,644,684)	(85,645,946)
Net increase/(decrease) in cash and cash equivalents	**B**	(190,113,262)	(24,789,247)

Notes to the statement of cash flows

	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
A. Cash flows generated from operating activities		
Profit before tax	472,719,523	701,615,545
Net fair value gain	(13,446,715)	(14,520,263)
Provision for retirement benefit obligations	22,311,116	20,418,443
Depreciation and amortization expenses	138,543,909	115,898,452
Provision for impairment and bad debt written off	4,470,094	(25,033,943)
Interest on lease liability	49,827,395	61,625,721
Interest on vehicle loan	3,045,569	-
Profit / Loss on disposal of property, plant and equipment	5,561,588	(15,367,834)
Changes in working capital		
Increase / (decrease) in reinsurance receivables	(1,331,395,246)	87,633,005
Increase / (decrease) in insurance receivables and other assets	(311,980,419)	(131,942,520)
Increase / (decrease) in deferred expenses	(30,474,117)	(25,680,392)
Increase / (decrease) in insurance liabilities	2,267,060,226	593,202,906
Increase in other liabilities	396,971,213	(468,117,997)
Cash flows from operating activities	1,673,214,136	899,731,123
B. Net increase/(decrease) in cash and cash equivalents		
Cash in hand, bank balances and savings account balances	262,237,462	415,434,897
Bank overdrafts	(135,010,020)	(98,094,193)
Cash and cash equivalents at the end of the period	127,227,442	317,340,704
Less: Cash and cash equivalents at the beginning of the period	317,340,704	342,129,951
Net increase/(decrease) in cash and cash equivalents during the period	(190,113,262)	(24,789,247)

PEOPLE'S INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

1. Reporting entity

People's Insurance PLC is a public limited liability company incorporated and domiciled in Sri Lanka. The registered office of the Company and the principal place of business is situated at No. 07, Havelock Road, Colombo 05. The Company's parent entity is People's Leasing & Finance PLC. The Company's ultimate parent undertaking and controlling entity is People's Bank which is owned by the Government of Sri Lanka. Ordinary shares of the Company are listed on the Colombo Stock Exchange (CSE).

2. Audit of financial statements

The interim condensed financial statements for the year ended 31st December 2025 are provisional and unaudited.

3. Approval of financial statements

These interim condensed financial statements were authorized for issue by the Board of Directors on 20th February 2026

4. Basis of preparation

The interim condensed 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 31st December 2025. Further, provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim condensed financial statements of the Company. The same accounting policies have been followed in preparation of these interim condensed financial statements as stated in the audited financial statements.

5. Comparative information

Comparative information has been restated where necessary to ensure comparability with the current year information.

6. Operating Segments

Segment Result - For the year ended 31.12.2025

Description	Operating Segment				
	Motor	**Fire**	**Marine**	**Miscellaneous**	**Total**
Gross written premium	6,610,834,757	766,640,921	72,506,210	917,406,819	8,367,388,707
Change in reserve for unearned insurance premium	(1,085,541,602)	(55,849,849)	(11,539,007)	(35,143,715)	(1,188,074,173)
Gross earned premium	5,525,293,155	710,791,072	60,967,203	882,263,104	7,179,314,534
Premium ceded to reinsurers	(1,696,501,222)	(747,640,480)	(52,873,895)	(378,238,815)	(2,875,254,412)
Change in reserve for unearned reinsurance premium	282,213,287	42,226,314	9,123,545	(21,757,029)	311,806,117
Net earned premium	**4,111,005,220**	**5,376,906**	**17,216,853**	**482,267,260**	**4,615,866,239**
Fee income	135,115,392	7,381,626	880,213	4,960,026	148,337,257
Net claims	(2,868,804,368)	(32,126,547)	7,067,687	(271,031,749)	(3,164,894,977)
Underwriting and net acquisition costs	(288,052,846)	64,913,197	32,763	14,514,140	(208,592,746)
Underwriting results before other operating and administrative expenses	**1,089,263,398**	**45,545,182**	**25,197,516**	**230,709,677**	**1,390,715,773**
Other operating and administrative expenses and finance cost					(2,024,600,276)
Underwriting results					**(633,884,503)**
Investment income					1,032,277,484
Net fair value gain/(losses)					74,874,209
Other income					(547,667)
Profit before tax					**472,719,523**
Income tax					(117,471,364)
Profit after tax					**355,248,159**

6. Operating Segments

Segment Result - For the year ended 31.12.2024

Description	Operating Segment				
	Motor	Fire	Marine	Miscellaneous	Total
Gross written premium	4,659,766,863	667,221,105	59,092,321	863,214,824	6,249,295,113
Change in reserve for unearned insurance premium	(250,254,428)	(38,041,879)	3,032,930	(171,902,704)	(457,166,081)
Gross earned premium	4,409,512,435	629,179,226	62,125,251	691,312,120	5,792,129,032
Premium ceded to reinsurers	(262,402,235)	(527,493,317)	(43,039,233)	(412,995,923)	(1,245,930,708)
Change in reserve for unearned reinsurance premium	56,305,889	28,021,554	(440,139)	83,141,683	167,028,987
Net earned premium	**4,203,416,089**	**129,707,463**	**18,645,879**	**361,457,880**	**4,713,227,311**
Fee income	87,771,644	6,281,966	579,096	4,255,154	98,887,860
Net claims	(2,806,418,166)	(56,733,138)	(15,995,596)	(250,560,891)	(3,129,707,791)
Underwriting and net acquisition costs	(533,042,708)	41,415,973	(2,850,820)	3,931,242	(490,546,313)
Underwriting results before other operating and administrative expenses	**951,726,859**	**120,672,264**	**378,559**	**119,083,385**	**1,191,861,067**
Other operating and administrative expenses and finance cost					(1,705,220,195)
Underwriting results					**(513,359,128)**
Investment income					1,178,784,913
Net fair value gain/(losses)					18,064,535
Other income					18,125,225
Profit before tax					**701,615,545**
Income tax					(272,194,138)
Profit after tax					**429,421,407**

Segment Result - For the three months ended 31.12.2025

Description	Operating Segment				
	Motor	Fire	Marine	Miscellaneous	Total
Gross written premium	1,836,076,801	105,237,683	20,667,740	152,565,791	2,114,548,015
Change in reserve for unearned insurance premium	(249,433,386)	95,147,409	(5,048,199)	71,344,784	(87,989,392)
Gross earned premium	1,586,643,415	200,385,092	15,619,541	223,910,575	2,026,558,623
Premium ceded to reinsurers	(502,046,463)	(212,875,996)	(16,000,091)	(78,446,827)	(809,369,377)
Change in reserve for unearned reinsurance premium	55,957,195	(80,933,905)	3,834,071	(21,374,816)	(42,517,455)
Net earned premium	**1,140,554,147**	**(93,424,809)**	**3,453,521**	**124,088,932**	**1,174,671,791**
Fee income	38,068,664	1,467,401	231,257	992,418	40,759,740
Net claims	(836,706,747)	(25,763,180)	(1,997,726)	(105,178,433)	(969,646,086)
Underwriting and net acquisition costs	(89,756,438)	15,329,488	(692,781)	4,758,310	(70,361,421)
Underwriting results before other operating and administrative expenses	**252,159,626**	**(102,391,100)**	**994,271**	**24,661,227**	**175,424,024**
Other operating and administrative expenses and finance cost					(459,559,564)
Underwriting results					**(284,135,540)**
Investment income					265,885,907
Net fair value gain/(losses)					19,222,736
Other income					(891,982)
Profit before tax					**81,121**
Income tax					30,525,494
Profit after tax					**30,606,615**

Segment Result - For the three months ended 31.12.2024

Description	Operating Segment				
	Motor	Fire	Marine	Miscellaneous	Total
Gross written premium	1,323,348,683	94,533,425	10,218,049	126,949,762	1,555,049,919
Change in reserve for unearned insurance premium	(177,914,918)	81,398,047	1,963,094	58,600,915	(35,952,862)
Gross earned premium	1,145,433,765	175,931,472	12,181,143	185,550,677	1,519,097,057
Premium ceded to reinsurers	(102,025,183)	(68,088,874)	(9,799,976)	(72,777,363)	(252,691,396)
Change in reserve for unearned reinsurance premium	(45,694,715)	(69,652,363)	(456,086)	(18,530,661)	(134,333,825)
Net earned premium	**997,713,867**	**38,190,235**	**1,925,081**	**94,242,653**	**1,132,071,836**
Fee income	26,472,490	1,541,931	96,638	878,409	28,989,468
Net claims	(714,884,704)	(9,741,418)	(8,066,203)	(56,402,738)	(789,095,063)
Underwriting and net acquisition costs	(110,260,345)	11,123,189	249,542	1,491,652	(97,395,962)
Underwriting results before other operating and administrative expenses	**199,041,308**	**41,113,937**	**(5,794,942)**	**40,209,976**	**274,570,279**
Other operating and administrative expenses and finance cost					(474,432,466)
Underwriting results					**(199,862,187)**
Investment income					276,352,133
Net fair value gain/(losses)					8,924,864
Other income					501,846
Profit before tax					**85,916,656**
Income tax					(55,317,537)
Profit after tax					**30,599,119**

7. Revenue

	For the year ended		For the three months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	Rs.	Rs.	Rs.	Rs.
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)
Net earned premium	4,615,866,239	4,713,227,311	1,174,671,791	1,132,071,836
Other revenue	1,106,604,026	1,214,974,673	284,216,661	285,778,843
	5,722,470,265	5,928,201,984	1,458,888,452	1,417,850,679

8. Gross written premium

Premium income by major class of business is as follows;

	For the year ended		For the three months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	Rs.	Rs.	Rs.	Rs.
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)
Motor	6,610,834,757	4,659,766,863	1,836,076,801	1,323,348,683
Fire	766,640,921	667,221,105	105,237,683	94,533,425
Marine	72,506,210	59,092,321	20,667,740	10,218,049
Miscellaneous	917,406,819	863,214,824	152,565,791	126,949,762
	8,367,388,707	6,249,295,113	2,114,548,015	1,555,049,919

9. Net interest and dividend income

	For the year ended		For the three months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	Rs.	Rs.	Rs.	Rs.
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)
Net interest income	1,032,277,484	1,178,784,913	265,885,907	276,352,133

10. Income tax expense

The Company has been considered liable to income tax at 30% during the reporting period (2024 - 30 %).

11. Basic earnings per share (EPS)

Basic earnings per share is calculated by dividing the net profit after tax for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

	For the year ended		For the three months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)
Profit for the period (Rs.)	355,248,159	429,421,407	30,606,615	30,599,119
Weighted average number of shares (Re-stated 2024)	203,632,478	203,632,478	203,632,478	203,632,478
Basic earnings per share (Rs.)	1.74	2.11	0.15	0.15

12. Financial investments

As at	Carrying value		Fair value	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	Rs.	Rs.	Rs.	Rs.
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Financial assets at FVPL	968,938,743	389,064,535	968,938,743	389,064,535
Debt instruments at amortized cost	10,527,126,749	9,174,297,805	10,815,547,592	9,644,334,621
Debt instruments at FVOCI	-	522,471,501	-	515,886,000
	11,496,065,492	10,085,833,841	11,784,486,335	10,549,285,156

13. Insurance receivables

Assessment of impairment of insurance receivables

The Company assessed the impairment provision based on the ECL method.
As a general rule company provides 100% for those past due over 150 days with certain exceptions considered if its under a settlement scheme.
The impairment movement for the period is indicated as below.

As at	31.12.2025	31.12.2024
	Rs.	Rs.
	(Unaudited)	(Audited)
Insurance receivables	1,793,478,973	1,395,296,051
Less: Allowance for expected credit losses/impairment	(33,497,189)	(31,024,415)
Insurance receivables net of impairment	1,759,981,784	1,364,271,636

14. Insurance contract liabilities

As at	31.12.2025	31.12.2024
	Rs.	Rs.
	(Unaudited)	(Audited)
Provision for net unearned premium	3,456,844,157	2,580,576,098
Provision for gross outstanding claims	2,679,357,761	1,439,871,149
Provision for gross incurred but not reported (IBNR) claims	982,883,864	831,578,309
	7,119,085,782	4,852,025,556

14.1 Actuarial valuation of claim liabilities

Consultant Actuaries of the Company have carried out an actuarial valuation of claim liabilities as at 31st December 2025. According to the said actuarial valuation, the Company has made adequate provisions in the financial statements.

14.2 Liability adequacy test

The liability adequacy test (LAT) performed by consultant actuaries for the balance as at 31st December 2025 concluded that the liability value is sufficient to meet future claims and expenses. Hence, no provision was made for premium deficiency.

15. Related party transactions

The Company carries out transactions in the ordinary course of business on and arm's length with parties who are defined as related parties in Sri Lanka Accounting Standard (LKAS) 24 - Related Party Disclosures.

Details of the related party transactions are reported below.

15.1 Transactions and outstanding balances with the ultimate parent - People's Bank

For the year ended	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium in respect of their own policies	368,496,352	343,955,404
Insurance premium in respect of customers introduced	134,300,385	115,621,915
Service charge expense	15,968,897	13,893,934
Claims expense	63,678,755	33,211,223
Investment in repurchase agreements (including reinvestments made during the year)	14,297,000,000	600,000,000
Investment income from overnight repurchase agreements	9,271,542	857,534
Treasury bills purchased	3,573,995,890	7,382,321,533
Treasury bills matured	6,831,570,500	5,617,668,484
Interest income from fixed deposits	112,876,387	140,727,790
Interest income from special foreign currency savings account	373,761	1,155,857

Outstanding balances

As at	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium receivable in respect of their own policies	1,355,038	523,230
Insurance premium receivable in respect of customers introduced	29,963,663	33,460,450
Service charge expense payable	15,796,023	1,315,067
Claims Outstanding	451,980,959	222,789,358
Fixed deposits	1,027,699,970	787,289,613
Special foreign currency savings account	9,566,550	93,927,460
Cash at bank	73,804,173	219,221,422
Bank overdraft	135,859,196	98,094,193
	1,746,025,572	1,456,620,793

15.2 Transactions and outstanding balances with the immediate parent - People's Leasing & Finance PLC

Transactions

For the year ended	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium in respect of their own policies	384,255,786	257,605,752
Insurance premium in respect of customers introduced	3,376,294,319	2,389,450,326
Service charges	442,444,562	355,282,986
Computer maintenance expense	107,862,628	102,530,403
Interest income from savings accounts	1,193,188	1,487,112
Interest income from fixed deposits	191,666,990	168,437,613
Building rent expenses	8,049,231	11,855,938
Claims expenses	170,403,976	152,491,768
Accommodation expenses	89,525,511	74,101,848

Outstanding balances

As at	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium receivable in respect of their own policies	58,419,526	18,919,308
Insurance premium receivable in respect of customers introduced	755,460,071	567,366,651
Service charges payable	157,847,976	95,889,183
Claims Outstanding	53,574,457	19,535,016
Accommodation expenses payable	17,359,300	18,443,585
Computer maintenance expense payable	9,028,948	17,088,401
Savings accounts	15,732,906	16,976,151
Fixed deposits	2,038,463,335	1,004,063,735
Building rent expenses payable	9,037,426	987,995
Compensation & benefit payable for seconded employees	12,268,726	17,659,524
	3,127,192,671	1,776,929,549

15.3 Transactions and outstanding balances with subsidiary companies of parent company

People's Leasing Fleet Management Limited

Transactions

For the year ended	31.12.2025	31.12.2024
	Rs.	Rs.
	(Unaudited)	(Audited)
Insurance premium in respect of their own policies	3,979,318	3,437,507
Claims expenses	862,823	2,496,173
Assessor's fees	5,752,298	6,434,777

Outstanding balances

As at	31.12.2025	31.12.2024
	Rs.	Rs.
	(Unaudited)	(Audited)
Insurance premium receivable in respect of their own policies	184,536	5,502
Compensation & benefit payable for seconded staff	1,350,000	1,125,000
Claims Outstanding	165,000	65,000
	1,699,536	1,195,502

People's Leasing Property Development Limited

Transactions

For the year ended	31.12.2025	31.12.2024
	Rs.	Rs.
	(Unaudited)	(Audited)
Insurance premium in respect of their own policies	3,125,773	793,014
Claims expense	369,413	132,010

Outstanding balances

As at	31.12.2025	31.12.2024
	Rs.	Rs.
	(Unaudited)	(Audited)
Insurance premium receivable in respect of their own policies	524,593	-
Claims Outstanding	50,000	100,000
	574,593	100,000

15.3 Transactions and outstanding balances with subsidiary companies of parent company (Contd…)

People's Micro-commerce Limited

Transactions

For the year ended	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium in respect of their own policies	30,536,618	12,286,897
Insurance premium in respect of customers introduced	257,838,970	123,820,353
Service charges	37,710,128	18,061,566
Claims expense	5,486,000	6,300,443
Rent income on Galle branch	1,892,755	1,892,755

Outstanding balances

As at	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium receivable in respect of their own policies	4,489,476	252,494
Insurance premium receivable in respect of customers introduced	78,384,385	33,282,724
Service charges payable	13,371,952	4,073,508
Claims outstanding	350,000	95,000
Rent receivable on Galle branch	3,312,322	1,419,566
	99,908,135	39,123,292

People's Leasing Havelock Properties Limited

Transactions

For the year ended	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium in respect of their own policies	2,845,145	2,570,069
Building rent expenses	122,331,545	122,331,545
Claims expense	66,290	40,700

Outstanding balances

As at	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium receivable in respect of their own policies	226,420	70,956
Rent paid in advance	84,090,000	84,090,000
Rent payable	10,194,295	-
Claims outstanding	196,500	15,000
	94,707,215	84,175,956

People's Travel Private Limited

Transactions

For the year ended	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium in respect of their own policies	132,910	79,384
Insurance premium in respect of customers introduced	649,967	745,150
Service charges	151,993	177,620

Outstanding balances

As at	31.12.2025 Rs. (Unaudited)	31.12.2024 Rs. (Audited)
Insurance premium receivable in respect of their own policies	-	24,837
Insurance premium receivable in respect of customers introduced	39,161	368,255
Service charges payable	47,188	-
	86,349	393,092

15.4 Transactions and outstanding balances with the key management personnel (KMPs)

People's Insurance PLC considers its Board of Directors, Chief Executive Officer and persons having authority and responsibility for planning, directing and controlling the activities of the entity as the KMPs of the Company.

The Company carries out transactions with KMPs and their close family members in the ordinary course of its business on an arm's length basis at commercial rates.

Close family members of KMPs are those family members who may be expected to influence, or be influenced by, those KMPs in their dealing with the entity.

Transactions	**31.12.2025**	**31.12.2024**
For the year ended	**Rs.**	**Rs.**
	(Unaudited)	**(Audited)**
Short-term employment benefits	98,209,243	93,359,316

15.5 Transactions with the Government of Sri Lanka and its related entities

Transactions with the Government of Sri Lanka/entities controlled, jointly controlled, significantly influenced by the Government of Sri Lanka.

The Government of Sri Lanka has the right to directly control the ultimate parent company, People's Bank as at 31st December 2025 and thereby holds an ultimate control over the Company. Accordingly, the Company has considered the Government of Sri Lanka and other entities which are controlled, jointly controlled or significantly influenced by the Government of Sri Lanka (Government related entities) as related parties according to LKAS 24 - Related Party Disclosures.

Name of the company/entity	**Nature of transaction**	**31.12.2025**	**31.12.2024**
		Rs.	**Rs.**
		(Unaudited)	**(Audited)**
Government of Sri Lanka	Investment balance	5,222,811,969	5,620,795,316
	Investment income	620,442,835	584,897,038
Other Government related banks	Investment balance	328,405,653	1,065,656,185
	Investment income	50,039,081	207,316,410

Apart from the transactions listed above, the Company has carried out transactions with other government related entities in the form of premium income, reinsurance premium, claims, taxes, utility bills, regulatory charges, etc. The total of such payments made during the period are as follows:

Nature of transaction	**31.12.2025**	**31.12.2024**
	Rs.	**Rs.**
	(Unaudited)	**(Audited)**
Premium income from the Government and other Government related entities	434,425,519	500,207,761
Claims paid to the Government and other Government related entities	313,606,293	292,829,316
Reinsurance premium (net of commission)	1,442,059,946	532,013,176
Taxes paid	1,577,738,028	1,306,576,637
Regulatory charges	11,911,312	8,712,516
Utility expenses	15,970,679	5,368,580

16. Events after the reporting date

There have been no events subsequent to the reporting date which would have any material effect on the Company.

17. Capital commitments

The company has capital work-in-progress of Rs. 11,814,950 as at 31st December 2025 (2024 - Nil).

18. Contingencies

In the opinion of the Directors and the Company's lawyers, pending litigations against the Company will not have a material impact on the reported financial results or future operations of the Company.
All pending litigations for claims have been evaluated and adequate provisions have been made in the financial statements.

18.1 Assessment on VAT and NBT on Financial Services

The Company received an assessments on VAT and NBT on Financial Services for the taxable period from 01.01.2016 to 31.12.2021 except for the year 2020 from the Inland Revenue Department (IRD). The Company received determination on VAT and NBT on Financial Services for the taxable period 01.01.2016 to 31.12.2017 from Tax Appeals Commission (TAC) (except for NBT on FS 2017 3rd Quarter) for which the company has made appeals to the Court of Appeal (CA) against the determinations received which are not in favor of People's Insurance PLC as the Company's stance is that it is in the business of insurance hence is not liable for VAT or NBT on FS. Other insurers have also received similar assessments and have appealed against them.

18.2 Assessment on Income Tax

Company has received an income tax assessment for the year of assessment 2019/20, which is in the process of hearing by the Tax Appeals Commission (TAC)

18.3 Assessment on VAT

Company received notices of assessment with regard to VAT as specified below. The company has duly appealed with regard to these assessments.

The status of assessments is provided in the table below.

			Measurement of Contingent Impact to the Company		
			Tax in Default	Penalty	Total
Tax Period	Status of Assessment	Tax Type	Rs.	Rs.	Rs.
01.01.2016 - 31.12.2016	TAC decision given infavour of PI, IRD had given their intention to appeal in CA. Ongoing hearing in CA	VAT on FS	9,928,843	5,560,152	15,488,995
01.01.2017 - 31.12.2017	TAC decision given infavour of PI, IRD had given their intention to appeal in CA. Ongoing hearing in CA	VAT on FS	17,352,632	8,676,316	26,028,948
01.01.2018 - 31.12.2018	Pending decision from CGIR	VAT on FS	16,983,144	8,491,572	25,474,716
01.01.2019 - 31.12.2019	Pending decision from CGIR	VAT on FS	22,103,995	11,051,998	33,155,993
01.01.2021 - 31.12.2021	Pending decision from CGIR	VAT on FS	26,007,130	13,003,565	39,010,695
01.01.2022 - 31.12.2022	Pending decision from CGIR	VAT on FS	48,922,003	24,461,002	73,383,005
01.01.2016 - 31.12.2016	TAC decision given infavour of IRD.PI has given the intention to appeal in CA. Ongoing hearing in CA	NBT on FS	1,600,048	800,024	2,400,072
01.01.2017 - 31.03.2017	TAC decision given infavour of PI, IRD had given their intention to appeal in CA	NBT on FS	578,421	289,210	867,631
01.04.2017 - 30.06.2017	TAC decision given infavour of PI, IRD had given their intention to appeal in CA. Ongoing hearing in CA	NBT on FS	578,421	289,210	867,631
01.07.2017 - 30.09.2017	Pending determination by TAC	NBT on FS	578,421	289,210	867,631
01.10.2017 - 31.12.2017	TAC decision given infavour of IRD.PI has given the intention to appeal in CA. Ongoing hearing in CA	NBT on FS	578,421	289,210	867,631
01.01.2019 - 31.12.2019	In the process of hearing by TAC	Income Tax	19,623,280	14,843,724	34,467,004
01.01.2022 - 31.12.2022	In the process of review by CGIR	VAT	2,130,935	1,647,506	3,778,442
01.10.2022 - 31.12.2022	In the process of review by CGIR	SSCL	3,002,418	574,003	3,576,421
			169,968,112	**90,266,702**	**260,234,814**

Directors are of the view that company has followed due process and acted in accordance with the prevailing laws in its tax submission and therefore, the probability of company having to settle any of this tax assessments are comparatively low.

PEOPLE'S INSURANCE PLC
SHARE INFORMATION

19. Share performance	31.12.2025	31.12.2024
	Rs.	Rs.
Last traded share price	32.50	32.00
Highest price per share for the interim period	45.50	32.20
Lowest price per share for the interim period	29.70	20.40

20. Net assets per share	31.12.2025	31.12.2024
	Rs.	Rs.
Net asset value per share	29.32	27.69

21. Stated capital

The number of shares representing the Company's stated capital is given below.

	31.12.2025	31.12.2024
Stated capital (Rs.)	1,435,000,000	1,435,000,000
No. of shares	203,632,478	203,632,478
Class of shares	Ordinary shares	
Voting rights	One vote per ordinary share	

PEOPLE'S INSURANCE PLC
SHARE INFORMATION

22. Top 20 shareholders

The information required by section 7.4 of the Listing Rules of the Colombo Stock Exchange (CSE) in its interim financial statements is disclosed below.

Liability to management fees or other similar nature expenditure

Liability to management fees or any other similar expenditure have been provided for in the interim accounts where applicable.

Name of the shareholder	As at 31st December 2025	
	No. of shares	%
People's Leasing & Finance PLC	152,724,358	75.00
Mr. Kulappu Arachchige Don Anurada Perera	12,102,246	5.94
Employees Trust Fund Board	3,734,590	1.83
Odyssey Capital Partners (Private) Limited	1,450,000	0.71
Jafferjee Brothers Exports (Private) Limited	1,180,355	0.58
Mr. Divale Jayampathi Bandaranayake, Joint-Dr.Vasantha Bandaranayake/ Miss. Ishani Bandaranayake	1,131,900	0.56
Mr. Divale Jayampathi Bandaranayake, Joint-Miss.Niluka Bandaranayake/ Dr.Vasantha Bandaranayake	1,113,544	0.55
People's Leasing & Finance PLC / Mr. K.A.D.R.M.K. Kariyapperuma	1,000,000	0.49
Deutsche Bank AG-National Equity Fund	872,438	0.43
Mr. Murtaza Ali Jafferjee	815,005	0.40
Mr. Bentara Wadumestrige Risijaya Srikantha	763,526	0.37
Assetline Finance Limited/ M.E.Amarasinghe	721,160	0.35
J. B. Cocoshell (Pvt) Ltd	714,761	0.35
People's Leasing & Finance PLC /L.P.Hapangama	631,840	0.31
ACL Plastics Ltd	596,134	0.29
Commercial Bank of Ceylon PLC / M M Fuad	509,361	0.25
Mr. S C Weerasooria	425,000	0.21
Mr. R P Weerasooriya	410,500	0.20
Mr. Kulappuarachchige Don Harindra Perera	407,264	0.20
DFCC Bank PLC A/C No 02	401,950	0.20
	181,705,932	89.23
Others	21,926,546	10.77
	203,632,478	**100.00**

23. Public shareholding

Company is listed on the Colombo Stock Exchange and the percentage of shares held by the public, the number of public shareholders and the float adjusted market capitalization is as given below:

	As at 31st December 2025	
	No. of shares	% of total no. of shares
Shares	50,901,401	25.00%
	No. of shareholders	**% of total no. of shareholding**
Public shareholders	3,387	99.94%

Float adjusted market capitalization

As at 31st December 2025 the float adjusted market capitalization is Rs. 1,654,295,532.50

The Company complies with minimum public holding requirement as at the reporting date based on the "option 5" of rule 7.13.1 (a)

24. Directors' shareholdings

Name of the Director	No. of shares as at 31st December 2025
Mr. Chandana Guniyangoda	
Ms. Nayanganie Wickramasingha	-
Mr. Johnson Fernando	-
Dr. Kasun I. Wijetilleke	-
Mr. Sanjeewa Bandaranayake	-
Mr. Dulinda Perera	-
Ms. Thushari Hewawasam	-

25. Chief Executive Officer's Shareholding

Ms. Jeevani Kariyawasam	6,719

PEOPLE'S INSURANCE PLC

CORPORATE INFORMATION

NAME OF COMPANY
People's Insurance PLC
(Subsidiary of People's Leasing & Finance PLC)

LEGAL FORM
Public Limited Liability Company
(Incorporated and domiciled in Sri Lanka)

DATE OF INCORPORATION
22nd July 2009

COMPANY REGISTRATION NUMBER
PB 3754 PQ

STOCK EXCHANGE LISTING
Ordinary shares of the company are listed on the Main Board of the Colombo Stock Exchange.

TAX PAYER IDENTIFICATION NUMBER
134037547

VAT REGISTRATION NUMBER
134037547- 7000

SVAT REGISTRATION NUMBER
SVAT004235

PRINCIPAL ACTIVITIES
General Insurance Business

ACCOUNTING YEAR-END
31st December

HEAD OFFICE (REGISTERED OFFICE) AND PRINCIPLE PLACE OF BUSINESS
People's Insurance PLC
No. 07,
Havelock Road,
Colombo 05.
Telephone : +94 11 2126126
Fax : +94 11 2126322
E-Mail: pilassist@plc.lk
Web: www.peoplesinsurance.lk

BOARD OF DIRECTORS
Mr. Chandana Guniyangoda
Mr. Johnson Fernando
Dr. Kasun Wijetilleke
Mrs. Nayanganie Wickramasingha
Mr. Sanjeewa Bandaranayake
Mr. Dulinda Perera
Mrs. Thushari Hewawasam

PRINCIPAL OFFICER
Ms. Jeevani Kariyawasam

COMPANY SECRETARY
Mr. Sumudu Wickramarachchi (Acting)

REGISTRARS
SSP Corporate Services (Pvt) Ltd
No. 101,
Inner Flower Road,
Colombo 03.

AUDITORS
Auditor General
Auditor General's Department,
No. 306/72, Polduwa Road,
Battaramulla.

CONSULTANT ACTUARIES
NMG Financial Services Consulting Pte Limited
30, Hill Street,
03-02A,
Singapore.

GRATUITY
Smiles Global (Pvt) Limited
14A, Boyd Place,
Colombo 03.

BANKERS
People's Bank
Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Bank PLC
Hatton National Bank PLC
HDFC Bank
National Development Bank PLC
National Savings Bank
Nations Trust Bank PLC
Pan Asia Banking Corporation
Regional Development Bank
Sampath Bank PLC
Seylan Bank PLC
Union Bank of Colombo PLC

REINSURANCE PANEL
Best Meridian Insurance Company
Ocean International Reinsurance Company Limited
Asian Reinsurance Corporation
The New India Assurance Company Limited
MISR Insurance company
General Insurance Corporation of India
CICA Reinsurance Company
National Insurance Trust Fund
Arch Re Limited
LIoyds (Lancashire Syndicates)
LIoyds (Everest Syndicate)

INSURER FINANCIAL STRENGTH RATING
A(lka)'/Stable by Fitch