THE FUTURE FORESEEN







Interim Financial Statements

For the Nine Months Ended 31st December 2025

SARVODAYA DEVELOPMENT FINANCE

SARVODAYA DEVELOPMENT FINANCE PLC

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CEO'S MESSAGE

Dear Stakeholder,

On behalf of the Board of Directors, I am pleased to present the unaudited Interim Financial Statements of Sarvodaya Development Finance PLC (SDF) for the nine months ending 31 December 2025. The third quarter reflected continued execution of the Company's strategic priorities, with strong earnings growth, balance sheet expansion, and key capital market developments, while maintaining disciplined risk management in a volatile operating environment mainly driven by Ditwah Cyclone at the middle of the quarter.

For the nine months ending 31 December 2025, the Company recorded a profit attributable to shareholders of LKR 553.3 million, surpassing the half-billion-rupee milestone by the end of the third quarter. This performance represents a substantial improvement of 63.0% over the corresponding period of the previous year and was driven to 46.5% growth in gross income across lending, leasing, and fee-based income streams. Net interest income growth was supported by portfolio expansion, improved asset mix, and disciplined pricing strategies. Impairment charges were maintained in line with portfolio growth and credit risk assessments, reflecting the Company's prudent approach to credit and risk management.

SDF's total asset base surpassed the LKR 30 billion mark, reaching LKR 33.8 billion with strong 50.1% increase from the previous financial year end, reflecting robust expansion of the loan and lease portfolio by 41.6%. This growth underscores the Company's ability to scale responsibly while maintaining liquidity and capital adequacy well above regulatory thresholds.

During the quarter, SDF successfully completed Sri Lanka's first listed, rated, high-yield Sustainable Bond issuance, raising LKR 2 billion through a five-year Tier 2, unsecured, subordinated structure, which was later approved by CBSL into the Tier 2 capital bringing the Company's Total Capital Ratio into 21.6%, significantly exceeding the minimum regulatory requirement of 12.5%. The bonds, rated 'BB+', were oversubscribed shortly after listing, strengthening the Company's capital base and supporting medium-term growth objectives. Subsequent to the local listing, the Company successfully completed the dual list its High-Yield Sustainable Bond on the Luxembourg Stock Exchange, with visibility on the Luxembourg Green Exchange (LGX) platform.

In addition, the SDF secured USD 5 million in foreign funding from Triple Jump and Incofin during the period under review, further diversifying and strengthening its funding base with strong confidence with foreign lenders. The CBSL has granted the approval for the issuance of a five-year listed, rated, unsecured senior 'Social-Orange Bond' of up to LKR 2 billion, supporting the Company's social financing strategy towards the women empowerment.

The Company's financing activities remain aligned with the principles of the Sarvodaya Movement, with funds directed towards women-led enterprises, MSMEs, affordable housing, sustainable agriculture, and community-based economic activities, consistent with relevant UN Sustainable Development Goals. During the period under review, SDF also extended support to staff members and communities affected by Ditwah Cyclone through the Sarvodaya network, reaffirming its commitment to inclusive development.

The third quarter reflects continued progress in strengthening earnings, expanding the balance sheet, and advancing the Company's sustainable finance agenda. With a reinforced capital position and growing international engagement, SDF remains well positioned to navigate evolving market conditions while preserving the visionary philosophy of the late Dr. A.T. Ariyaratne.

Sincerely



Nilantha Jayanetti
Chief Executive Officer

28th January 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the Nine months ended			For the Three months ended		
	31st Dec. 2025 Un-audited LKR	31st Dec. 2024 Un-audited LKR	Variance %	31st Dec. 2025 Un-audited LKR	31st Dec. 2024 Un-audited LKR	Variance %
Income	4,546,763,129	3,103,891,486	46.5%	1,674,860,885	1,104,535,103	51.6%
Interest Income	4,146,963,108	2,903,726,241	42.8%	1,546,849,267	1,027,945,630	50.5%
Interest Expenses	(1,588,509,350)	(990,870,244)	60.3%	(611,494,880)	(365,589,010)	67.3%
Net Interest Income	2,558,453,758	1,912,855,998	33.8%	935,354,387	662,356,621	41.2%
Net Fee and Commission Income	296,750,971	153,993,096	92.7%	114,325,979	61,258,536	86.6%
Other Operating Income	103,049,050	46,172,149	>100%	13,685,639	15,330,937	-10.7%
Total Operating Income	2,958,253,779	2,113,021,242	40.0%	1,063,366,005	738,946,094	43.9%
Impairment Charges for Loans and Other Losses	(360,316,647)	(280,056,567)	28.7%	(118,152,328)	(98,530,807)	19.9%
Net Operating Income	2,597,937,132	1,832,964,675	41.7%	945,213,677	640,415,287	47.6%
Operating Expenses						
Personnel Expenses	(766,361,840)	(552,073,878)	38.8%	(263,043,162)	(197,177,692)	33.4%
Depreciation of Property, Plant and Equipment	(48,344,861)	(34,007,071)	42.2%	(19,454,353)	(11,738,707)	65.7%
Amortisation of Right of Use Assets	(75,272,705)	(62,152,243)	21.1%	(24,927,463)	(21,717,992)	14.8%
Amortisation of Intangible Assets	0	(134,118)	-100.0%	0	(5,752)	-100.0%
Other Operating Expenses	(455,661,827)	(346,403,726)	31.5%	(160,490,162)	(133,286,178)	20.4%
Operating Profit Before Tax on Financial Services	1,252,295,900	838,193,640	49.4%	477,298,536	276,488,966	80.3%
Tax on Financial Services	(329,253,138)	(228,250,412)	44.3%	(120,324,029)	(78,505,445)	53.3%
Profit Before Taxation	923,042,762	609,943,228	51.3%	356,974,507	197,983,521	80.3%
Income Tax Expenses	(369,718,778)	(270,503,148)	36.7%	(144,104,146)	(74,288,233)	94.0%
Profit for the Period	553,323,983	339,440,080	63.0%	212,870,361	123,695,288	72.1%
Total Comprehensive Income/(Expenses) for the Period	553,323,983	339,440,080	63.0%	212,870,361	123,695,288	72.1%
Basic/Diluted Earnings Per Share (Annualized) *	4.93	3.03	63.0%			

* Calculated based on profit/(loss) for the period

STATEMENT OF FINANCIAL POSITION

As at	31st Dec. 2025 Un-audited LKR	31st March 2025 Audited LKR	Variance %
Assets			
Cash and Cash Equivalents	876,945,287	927,665,722	-5.5%
Financial Investments	1,066,727,740	906,304,991	17.7%
Other Financial Assets	3,581,330,931	459,810,771	>100%
Financial Assets at Amortised Cost - Loans and Receivables	19,124,781,996	12,322,099,025	55.2%
Financial Assets at Amortised Cost - Lease Rentals Receivables	8,045,099,582	6,860,059,251	17.3%
Other Non Financial Assets	246,598,487	276,583,187	-10.8%
Investment Property	246,710,000	246,710,000	0.0%
Property, Plant and Equipment	328,781,300	271,420,091	21.1%
Right-of-use Lease Assets	221,055,043	227,819,115	-3.0%
Intangible Assets	1,080,000	1,080,000	0.0%
Deferred Tax Assets	100,783,603	42,374,071	>100%
Total Assets	33,839,893,968	22,541,926,224	50.1%
Liabilities			
Due to Banks and Other Institutions	15,810,611,861	7,565,769,379	109.0%
Debt Securities Measured at amortised cost	2,028,332,490		100%
Financial Liabilities at Amortised Cost - Due to Customers	10,245,335,474	9,832,710,440	4.2%
Lease Liabilities	246,560,473	249,451,675	-1.2%
Other Non Financial Liabilities	871,731,374	724,704,208	20.3%
Current Tax Liabilities	233,311,697	154,998,448	50.5%
Post Employment Benefit Obligation	93,722,763	70,333,157	33.3%
Total Liabilities	29,529,606,132	18,597,967,307	58.8%
Shareholders' Funds			
Stated Capital	2,696,113,032	2,696,113,032	0.0%
Reserves	218,618,500	218,618,500	0.0%
Retained Earnings	1,395,556,304	1,029,227,385	35.6%
Total Shareholders' Funds	4,310,287,836	3,943,958,917	9.3%
Total Liabilities and Shareholders' Funds	33,839,893,968	22,541,926,224	50.1%
Commitments and Contingencies	16,317,100	20,317,100	-19.7%
Net Assets Value per Share	28.81	23.87	20.7%

Certification

We certify that these Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

Manori Wannigama
Head of Finance

Nilantha Jayanetti
Chief Executive Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Signed for and on behalf of the Board of Directors by;

Channa de Silva
Chairman

Dhammika Ganegama
Senior Director

28th Jannuary 2026
Colombo

STATEMENT OF CHANGES IN EQUITY

For the Nine months ended 31st December	Stated Capital LKR	Statutory Reserves LKR	Revaluation Reserves LKR	Retained Earnings LKR	Total Equity LKR
Balances as at 01st April 2024 (Audited)	2,696,113,032	138,413,092	56,514,761	679,677,472	3,570,718,357
Comprehensive Income for the Period					
Profit for the Period	-	-	-	339,440,080	339,440,080
Other Comprehensive Income	-	-	-	-	-
Total Comprehensive Income for the period	-	-	-	339,440,080	339,440,080
Transactions with Equity Holders, Recognised Directly in Equity					
Transfer to Statutory Reserves Fund	-	-	-	-	-
Transfer To Regulatory Loss Allowance Reserve	-	-	-	-	-
Interim dividend	-	-	-	-	-
Total transaction with equity holders	-	-	-	-	-
Balances as at 31st December 2024 (Un-Audited)	2,696,113,032	138,413,092	56,514,761	1,019,117,553	3,910,158,438
Balances as at 01st April 2025 (Audited)	2,696,113,032	162,103,739	56,514,761	1,029,227,385	3,943,958,918
Comprehensive Income for the Period					
Profit for the Period	-	-	-	553,323,983	553,323,983
Other Comprehensive Income	-	-	-	-	-
Total Comprehensive Income for the period	-	-	-	553,323,983	553,323,983
Transactions with Equity Holders, Recognised Directly in Equity					
Transfer to Statutory Reserves Fund	-	-	-	-	-
Final dividend	-	-	-	(186,995,065)	(186,995,065)
Total transaction with equity holders	-	-	-	(186,995,065)	(186,995,065)
Balances as at 31st December 2025 (Unaudited)	2,696,113,032	162,103,739	56,514,761	1,395,556,304	4,310,287,836

STATEMENT OF CASH FLOWS

For the Nine months ended 31st December	31st Dec. 2025 Un-audited LKR	31st Dec. 2024 Un-audited LKR
Cash Flows From / (Used in) Operating Activities		
Profit Before Income Tax Expense	923,042,762	609,943,228
Adjustments for		
Impairment Charges for Loans and Other Losses	360,316,647	280,056,567
Changing Fair Value of Investment Property	-	-
Loss/(Profit) on Disposal of Property, Plant and Equipment	(648,708)	(222,320)
(Profit)/Loss on ROU assets	-	(425,451)
Provision for Defined Benefit Plans	28,214,083	16,197,000
Depreciation of Property, Plant and Equipment	48,344,861	34,007,071
Amortisation of Intangible Assets	-	134,118
Amortisation of Right of Use Assets	75,272,705	62,152,243
Interest Expenses on Lease Creditor	23,735,737	23,017,294
Operating Profit before Working Capital Changes	1,458,278,085	1,024,859,749
(Increase)/Decrease in Loans and Receivables	(6,888,143,891)	(4,541,531,073)
(Increase)/Decrease in Lease Rentals Receivable	(1,459,896,056)	(530,764,364)
(Increase)/Decrease in Other Financial Assets	(3,121,520,160)	(454,791,969)
(Increase)/Decrease in Other Non Financial Assets	29,984,700	43,679,553
Increase/(Decrease) in Amounts Due to Customers	412,625,033	1,666,836,673
Increase/(Decrease) in Other Non Financial Liabilities	147,005,266	95,867,543
Cash Generated from/(Used in) Operations	(9,421,667,023)	(2,695,843,888)
Retirement Benefit Liabilities Paid	(4,824,476)	(6,884,650)
Net Collection of LRAB Fund	21,900	(245,216.00)
Income Tax Paid	(349,815,062)	(264,700,600)
Net Cash Flow from/(Used in) Operating Activities	(9,776,284,661)	(3,054,941,896)
Cash Flows from / (Used in) Investing Activities		
Sales of Property, Plant and Equipment	861,433	333,669
Acquisition of Property, Plant and Equipment	(105,918,794)	(51,258,537)
Acquisition of Intangible Assets	-	-
Financial Investments	(160,422,749)	(114,574,959)
Net Cash Flows from/(Used in) Investing Activities	(265,480,110)	(165,499,827)
Cash Flows from / (Used in) Financing Activities		
Funds Received from Bank and Other Institutional Borrowings	13,678,857,979	5,267,823,426
Repayment of Bank and Other Institutional Borrowings	(5,200,957,124)	(1,165,999,294)
Repayment of Lease Liabilities	(95,135,571)	(87,267,542)
Funds Received from Share Issue	-	-
Expenses Related to the Share Issue	-	-
Dividend Payment	(186,995,065)	-
Proceeds from Bond issue	2,028,332,490	-
Net Cash Flows from/(Used in) Financing Activities	10,224,102,709	4,101,824,132
Net Increase in Cash and Cash Equivalents	182,337,937	881,382,409
Cash and Cash Equivalents at the beginning of the period	526,086,496	80,336,436
Cash and Cash Equivalents at the end of the period*	708,424,433	961,718,845
***Cash and Cash Equivalents at the end of the period**		
Favorable Cash and Cash Equivalents	876,945,287	1,227,688,675
Unfavorable Cash and Cash Equivalents	(168,520,854)	(265,969,829)
Total Cash and Cash Equivalents at the end of the period	708,424,433	961,718,845

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Financial Instruments are measured on an ongoing basis either at fair value or at amortised cost. The summary of Significant Accounting Policies describes how each category of Financial Instruments are measured and how income and expenses, including fair value gains and losses, are recognised. The following table provides a reconciliation between line items in the Statement of Financial Position and categories of Financial Instruments.

Analysis of Financial Instruments by Measurement Basis

	31st Dec. 2025	
	Amortised Cost LKR	Total LKR
Financial Assets		
Cash and Cash Equivalents	876,945,287	876,945,287
Financial Investments	1,066,727,740	1,066,727,740
Other Financial Assets	3,581,330,931	3,581,330,931
Financial Assets at Amortised Cost - Loans and Receivables	19,124,781,996	19,124,781,996
Financial Assets at Amortised Cost - Lease Rentals Receivables	8,045,099,582	8,045,099,582
Total Financial Assets	32,694,885,536	32,694,885,536
Financial Liabilities		
Due to Banks and Other Institutions	15,810,611,861	15,810,611,861
Financial Liabilities at Amortised Cost - Due to Customers	10,245,335,474	10,245,335,474
Lease Liabilities	246,560,473	246,560,473
Total Financial Liabilities	26,302,507,808	26,302,507,808

	31st March 2025	
	Amortised Cost LKR	Total LKR
Financial Assets		
Cash and Cash Equivalents	927,665,722	927,665,722
Financial Investments	906,304,991	906,304,991
Other Financial Assets	459,810,771	459,810,771
Financial Assets at Amortised Cost - Loans and Receivables	12,322,099,025	12,322,099,025
Financial Assets at Amortised Cost - Lease Rentals Receivables	6,860,059,251	6,860,059,251
Total Financial Assets	21,475,939,760	21,475,939,760
Financial Liabilities		
Due to Banks and Other Institutions	7,565,769,379	7,565,769,379
Financial Liabilities at Amortised Cost - Due to Customers	9,832,710,440	9,832,710,440
Lease Liabilities	249,451,675	249,451,675
Total Financial Liabilities	17,647,931,494	17,647,931,494

NOTES TO THE INTERIM FINANCIAL STATEMENTS

2. FAIR VALUE MEASUREMENT HIERARCHY

31st Dec. 2025	Fair Value			
	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
Non Financial Assets - Investment Property				
Land and building	-	-	246,710,000	246,710,000
	-	-	246,710,000	246,710,000
Non Financial Assets - Property, Plant and Equipment				
Land	-	-	36,100,000	36,100,000
	-	-	36,100,000	36,100,000

31st March 2025	Fair Value			
	Level 1 LKR	Level 2 LKR	Level 3 LKR	Total LKR
Non Financial Assets - Investment Property				
Land and building	-	-	246,710,000	246,710,000
	-	-	246,710,000	246,710,000
Non Financial Assets - Property, Plant and Equipment				
Land	-	-	36,100,000	36,100,000
	-	-	36,100,000	36,100,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS

3. FINANCIAL REPORTING BY SEGMENT

For management purposes, the Company is organised into business units based on its products and services and has three reportable segments, as follows:

Lease

This segment includes Leasing products offered to the customers.

Loan

This segment includes SME, Micro, Personal and Gold loans offered to the customers.

Other Business

This segment includes all other business activities that the Company engaged other than above segments.

The Management Committee monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Also, the Company's financing (including finance costs and finance income) and income taxes are managed on a Company basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Period ended 31st Dec.	Lease		Loan		Others		Total	
	2025 LKR	2024 LKR	2025 LKR	2024 LKR	2025 LKR	2024 LKR	2025 LKR	2024 LKR
Interest Income	1,321,479,774	1,192,139,544	2,671,561,407	1,626,034,870	153,921,927	85,551,828	4,146,963,108	2,903,726,241
Net Fee and Commission Income	57,745,430	82,747,852	239,300,420	67,469,097	(294,879)	3,776,146	296,750,971	153,993,096
Other Operating Income	23,850,272	28,395,579	75,937,227	117,204	3,261,551	17,659,366	103,049,050	46,172,149
Gross Income	1,403,075,477	1,303,282,975	2,986,799,054	1,693,621,171	156,888,598	106,987,340	4,546,763,129	3,103,891,486
Interest Expenses	(490,194,552)	(416,053,307)	(1,043,502,397)	(540,662,852)	(54,812,401)	(34,154,084)	(1,588,509,350)	(990,870,244)
Total Operating Income	912,880,925	887,229,667	1,943,296,657	1,152,958,319	102,076,197	72,833,256	2,958,253,779	2,113,021,242
Credit Loss Expenses	(274,855,726)	(213,974,406)	(85,460,920)	(66,082,161)	-	-	(360,316,647)	(280,056,567)
Net Operating Income	638,025,199	673,255,262	1,857,835,736	1,086,876,158	102,076,197	72,833,256	2,597,937,132	1,832,964,675
Other Expenses	(377,101,553)	(377,258,860)	(802,755,505)	(490,249,320)	(42,166,608)	(30,969,423)	(1,222,023,666)	(898,477,604)
Depreciation and Amortisation	(38,146,868)	(40,432,338)	(81,205,204)	(52,541,976)	(4,265,493)	(3,319,117)	(123,617,566)	(96,293,431)
Segment Result	222,776,777	255,564,063	973,875,027	544,084,861	55,644,096	38,544,716	1,252,295,900	838,193,640
Tax on Financial Services							(329,253,138)	(228,250,412)
Income Tax Expenses							(369,718,778)	(270,503,148)
Profit Attributable to Shareholders							553,323,983	339,440,080

As at 31st December							2025 LKR	2024 LKR
Segment Assets	8,045,099,584	6,137,592,654	19,124,781,994	11,226,935,782	6,670,012,390	3,609,776,761	33,839,893,968	20,974,305,198
Total Assets	8,045,099,584	6,137,592,654	19,124,781,994	11,226,935,782	6,670,012,390	3,609,776,761	33,839,893,968	20,974,305,198
Segment Liabilities	7,020,371,348	4,993,385,040	16,688,801,690	9,133,941,651	5,820,433,095	2,936,820,068	29,529,606,132	17,064,146,760
Total Liabilities	7,020,371,348	4,993,385,040	16,688,801,690	9,133,941,651	5,820,433,095	2,936,820,068	29,529,606,132	17,064,146,760

NOTES TO THE INTERIM FINANCIAL STATEMENTS

4. SHARE INFORMATION

Market prices of ordinary shares recorded during the quarter ended 31st December are as follows:

	LKR (3rd Quarter 2025-26)	LKR (3rd Quarter 2024-25)
Last Traded Price	41.00	18.80
Highest Price	54.40	19.00
Lowest Price	30.00	13.20

5. DIRECTORS' AND CHIEF EXECUTIVE OFFICER'S HOLDING IN SHARES OF THE COMPANY

Shareholder Name	No of Shares	Ownership %
Mr. Channa de Silva - Chairman	323,200	0.216
Mr. Dhammika Ganegama - Senior Director		
Shares held in the following manner		
Mr. W T D Ganegama and Ms. N H Ariyaratne	365,000	0.244
Mr. W T D Ganegama	72,400	0.048
Mr. Ramesh Schaffter- Director	Nil	-
Mr. Senthi Nandhanan Senthilverl - Director	Nil	-
Mr. Amrit CanagaRetna - Director	Nil	-
Ms. Shehara De Silva - Director	Nil	-
Ms. Ramya Suranjani Wickremeratne	Nil	-
Mr. Nilantha Jayanetti- Chief Executive Officer	105,500	0.071

6. TOP 20 SHAREHOLDERS AS AT 31ST DECEMBER 2025

	Shareholder Name	No of Shares	Ownership %
1	Sarvodaya Economic Enterprises Development Services (GTE) Ltd	54,000,000	36.10
2	Janashakthi Capital Limited		
	Seylan Bank PLC/Janashakthi Capital Limited	11,365,000	7.60
	Commercial Bank of Ceylon PLC/Janashakthi Capital Limited	4,724,270	3.16
3	Gentosha Media Consulting Inc.	13,500,004	9.02
4	Sampath Bank PLC/Senthilverl Holdings (Pvt) Ltd	12,747,542	8.52
5	Ideal Automobile (Pvt) Ltd	4,382,246	2.93
6	Lanka Jathika Sarvodaya Shramadana Sangamaya	4,335,051	2.90
7	Commercial Bank Of Ceylon PLC/W. Jinadasa	1,423,921	0.95
8	Thalwila Pibidena Sarvodaya Shramadana Society	1,414,000	0.95
9	Mr. G.B.D. Thilakaratne	1,123,580	0.75
10	Mr. M.A.H. Esufally & Mrs. A.M. Esufally	1,072,200	0.72
11	Mrs. N.N. Dissanayaka	848,156	0.57
12	Dialog Finance PLC/R. Arifeen	800,000	0.53
13	Commercial Bank of Ceylon PLC/ Prempra Capital (Pvt) Ltd	785,000	0.52
14	People'S Leasing & Finance PLC/Mr.D.M.P.Disanayake	656,569	0.44
15	Mr. J.D. Ariyaratne	454,600	0.30
16	Mes Porathota Sarvodaya Shramadana Society	450,000	0.30
17	Mes Kekunawela Sarvodaya Shramadana Society	450,000	0.30
18	Mr. A.C. Lokuge	445,310	0.30
19	Mr. G.H.S. Kumara	441,193	0.29
20	Mr. W.T.D. Ganegama & Mrs. N.H.Ariyaratne	365,000	0.24
			-
	Total of top 20 shareholders	115,783,642	77.40
	Other Shareholders	**33,812,410**	**22.60**
	Total Shareholding	**149,596,052**	**100.00**

NOTES TO THE INTERIM FINANCIAL STATEMENTS

7. PUBLIC SHAREHOLDING AND FLOAT ADJUSTED MARKET CAPITALISATION

Public shareholding Information pertaining to public shareholding as at 31st December 2025 is as follows:

	Available	Requirement
Public Holding Percentage	41.14%	20%
Number of Public Shareholders	2,857	500
Float Adjusted Market Capitalisation (LKR)	2,578,823,029	Less than LKR 2.5 Bn (Option 5)

- Public Holding percentage as at 31st December 2025 being 41.14% comprising of 2,857 Shareholders.
- The Float adjusted market capitalisation as at 31st December 2025 - LKR 2,578,823,029
- The Float adjusted market capitalisation of the Company falls under Option 5 of Rule 7.13.1 (i) (a), of the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

8. STATED CAPITAL

	Number of Shares	31st Dec. 2025 LKR	Number of Shares	31st Mar 2025 LKR
Issued and Fully Paid-Ordinary shares				
At the beginning of the period	149,596,052	2,696,113,032	149,596,052	2,696,113,032
Issued during the period	-	-	-	-
At the end of the period	149,596,052	2,696,113,032	149,596,052	2,696,113,032

9. EXPLANATORY NOTES

1. The accounting policies and methods of computation used for the financial statements in the annual report for the year ended 31 March 2025 have been consistently applied without any significant change.

2. The Interim Financial Statements are in compliance with the Sri Lanka Accounting Standard - LKAS 34: Interim Financial Reporting and the provisions of the Companies Act No. 7 of 2007 and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

3. Transactions with related entities;
   The nature of related party transactions in the current period is similar in nature to those reported in the Audited Financial Statements for the year ended 31st March 2025.

4. There have been no material events occurring after the reporting date that require adjustments to or disclosure in the Interim Financial Statements.

5. The Commitments and Contingencies as at 31 December 2025 was Rs. 16.3 Mn and as at 31st March 2025 was Rs. 20.3 Mn.

No.	Objective as per Prospectus	Amount allocated as per prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of Utilized against allocation (B/A)	Clarification if not fully utilized including where are the funds invested (e.g. whether lent to related party/s etc.).
1	To improve the capital Adequacy ratio	Initial issue of LKR 1 Bn and a maximum issue of LKR 2 BN	Upon allotment, following CBSL's final confirmation for Tier 2 recognition of proceeds.	2.0 Bn	100%	1.75Bn	87.50%	According to the CBSL governing board approval received on 03.12.2025
2	**Green Eligible Financing Projects**							
	a) Rooftop solar energy installation financing b) Solar equipment vendor financing c) Purchase of electric vehicle financing d) Low carbon - transportation infrastructure financing projects, such as electric vehicle (EV) charging centres	25% of the Bond Proceeds (Each GBP category will receive at least 30% of the allocated Bond Proceeds for Green Eligible Financing Projects)	12 Months	0.5 Bn	25%	0.03Bn	5.92%	Funds would be invested in cash equivalents, money market or savings (excluding greenhouse gas-intensive activities) at the prevailing rates at the time of investments

No.	Objective as per Prospectus	Amount allocated as per prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of Utilized against allocation (B/A)	Clarification if not fully utilized including where are the funds invested (e.g. whether lent to related party/s etc.).
	Social Eligible Financing Projects							
	a) Housing-related purposes include purchasing or constructing a house, buying land for residential construction, completing a partially-built home, or renovating an already constructed house b) Providing SME financing solutions specifically designed to support business startup and enhance the capacity development of existing SMEs owned by or serving underserved and marginalized groups, including youth, persons with disabilities, and low-income communities. c) Providing Financial services specialized for women entrepreneurs and women-led enterprises e) Leasing for agricultural equipment & machinery f) Provide Microfinance loans for loans for village and home-based small businesses and income generative cultivation activities such as tea, cinnamon planting and any other commercial crops for low-income communities	75% of the Bond Proceeds (Each SBP category will receive at least 10% of the allocated Bond Proceeds for Social Eligible Financing Projects	12 Months	1.5 Bn	75%	1.45Bn	96.78%	Funds would be invested in cash equivalents, money market or savings at the prevailing rates at the time of investments

CORPORATE INFORMATION

NAME OF THE COMPANY
Sarvodaya Development Finance PLC

LEGAL FORM
Public Quoted Company Incorporated in Sri Lanka under the Companies Act No. 7 of 2007.
A Licensed Finance Company under the Finance Business Act No. 42 of 2011.
A registered Finance Leasing Establishment in terms of Finance Leasing Act No. 56 of 2000.
The Company is listed on the main board of the Colombo Stock Exchange on 14th December 2021.

PRINCIPAL ACTIVITIES
The Company provides a comprehensive range of financial services encompassing Acceptance of Fixed Deposits, Savings, Providing Finance Lease, SME Loans, Gold Loans, Personal Loans, Other Credit Facilities, Digital Financial Services and Value-Added Services.

COMPANY REGISTRATION NUMBER
PB 3795 (Before Listing)
PQ 00251293

CENTRAL BANK REGISTRATION NO.
047

TAXPAYER IDENTITY NUMBER (TIN)
134037954

REGISTERED OFFICE & HEAD OFFICE
No. 155A,
Dr. Danister De Silva Mawatha,
Colombo 08,
Sri Lanka.
Telephone No.: 011 5 444 666
E-mail: info@sdf.lk
Website: www.sarvodayafinance.lk

ACCOUNTING YEAR-END
31st March

NO OF BRANCHES
56

CREDIT RATING
Lanka Ratings (SL) BBB- Stable

BOARD OF DIRECTORS
Mr. Channa de Silva - Chairman
Non-Independent/Non-Executive
Mr. Dhammika Ganegama - Senior Director
Independent/Non-Executive
Mr. Ramesh Schaffter- Director
Non-Independent/Non-Executive
Mr. Senthi Nandhanan Senthilverl - Director
Non-Independent/Non-Executive
Mr. Amrit CanagaRetna - Director
Independent/Non-Executive
Ms. Shehara De Silva - Director
Independent/Non-Executive
Ms. Ramya Suranjani Wickremeratne - Director
Independent/Non-Executive
Mr. Nandika Buddhipala-Director
Independent/Non-Executive

BOARD SUB-COMMITTEES OPERATING
Board Audit Committee
Board Integrated Risk Management Committee
Board Nomination & Governance Committee
Board Human Resources & Remuneration Committee
Related Party Transaction Review Committee
Board Credit Committee
Board Information Technology Committee

COMPANY SECRETARY
Mrs. Shiromi Patabendige ACCS (SL)

EXTERNAL AUDITORS
M/s Deloitte Associates
Chartered Accountants,
11, Castle Lane
Colombo 04.

LEGAL ADVISERS
M/s Nithya Partners
M/s D. L. & F. De Saram

BANKERS
Hatton National Bank PLC
National Development Bank PLC
Bank of Ceylon
People's Bank
Commercial Bank PLC
DFCC Bank PLC
Pan Asia Banking Corporation PLC
Cargills Bank PLC
Seylan Bank PLC
Sampath Bank PLC
Sanasa Development Bank PLC



SARVODAYA DEVELOPMENT FINANCE PLC
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