

RELENTLESS



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the period ended 30th September 2026

STATEMENT OF FINANCIAL POSITION

As at,	Note	GROUP		COMPANY	
		Unaudited	Audited	Unaudited	Audited
		30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
Assets					
Property, Plant and Equipment		956,717	787,860	640,393	498,995
Right of Use Assets		918,145	506,140	575,445	373,134
Intangible Assets		611,706	522,369	382,425	279,995
Deferred Tax Assets		43,841	9,124	-	-
Financial Investments	3	76,595,646	68,717,058	70,216,060	62,493,446
Investment in Subsidiary		-	-	1,150,000	1,150,000
Loans to Life Policyholders		470,980	504,018	470,980	504,018
Reinsurance Receivables		4,702,079	3,478,110	714,625	446,736
Premium Receivables		2,207,444	3,135,922	701,157	767,241
Other Assets		1,774,179	1,386,352	1,458,186	966,006
Insurance Contract - Deferred Expenses		1,441	11,128	-	-
Cash in Hand and at Bank		1,209,722	1,592,686	791,177	961,692
Total Assets		89,491,900	80,650,767	77,100,448	68,441,263
Equity and Liabilities					
Equity Attributable to the Equity Holders					
Stated Capital		1,171,875	1,171,875	1,171,875	1,171,875
Retained Earnings		12,172,031	12,151,456	10,080,009	10,227,698
Available for Sale Reserve		73,564	249,706	59,762	186,065
Other Reserves		(160,701)	(160,701)	(113,126)	(113,126)
Life Policyholders' Available for Sale Reserve Fund	5	(407,527)	339,844	(407,527)	339,844
Restricted Regulatory Reserve	6	381,156	381,156	381,156	381,156
Equity Attributable to the Equity Holders		13,230,398	14,133,336	11,172,149	12,193,512
Non-Controlling Interest		-	-	-	-
Total Equity		13,230,398	14,133,336	11,172,149	12,193,512
Liabilities					
Insurance Contract Liabilities - Life Insurance	7	60,056,493	49,248,002	60,056,493	49,248,002
Insurance Contract Liabilities - General Insurance	8	6,428,543	6,788,998	-	-
Employee Benefit Liabilities		691,714	605,262	429,114	355,947
Current Tax Liabilities		280,398	596,470	239,079	561,275
Reinsurance Payable		2,447,485	1,847,886	923,110	572,591
Lease Creditors		996,477	593,622	645,483	456,184
Other Liabilities		5,091,165	6,495,355	3,436,546	4,828,542
Bank Overdrafts		269,227	341,836	198,474	225,210
Total Liabilities		76,261,502	66,517,431	65,928,299	56,247,751
Total Equity and Liabilities		89,491,900	80,650,767	77,100,448	68,441,263

The Notes form an integral part of these Condensed Consolidated Interim Financial Statements.

These Condensed Consolidated Interim Financial Statements are in compliance with the requirements of the Companies Act, No. 07 of 2007.



Ruwan Rodrigo
Chief Financial Officer

The Board of Directors is responsible for these Condensed Consolidated Interim Financial Statements.
Signed and on behalf of the Board;



Stuart Chapman
Chairman

Colombo, Sri Lanka
30th October 2026



Ashoka Goonesekere
Senior Independent Director

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

GROUP			GROUP		COMPANY		CHANGE	
(Audited) Year Ended 31st Dec 2025 Rs. '000	For the Period Ended 30th September,	Note	Unaudited	Unaudited	Unaudited	Unaudited	Group	Company
			2026	2025	2026	2025		
			Rs.'000	Rs.'000	Rs.'000	Rs.'000		
30,450,397	Gross Written Premium	9	28,475,750	21,895,072	19,373,029	13,749,432	30	41
(5,786,807)	Premium Ceded to Reinsurers		(5,081,625)	(4,394,202)	(921,854)	(785,898)	16	17
24,663,590	Net Written Premium		23,394,125	17,500,870	18,451,175	12,963,534	34	42
(523,541)	Net Change in Reserves for Unearned Premium		(187,499)	(385,206)	-	-	(51)	-
24,140,049	Net Earned Premium		23,206,626	17,115,664	18,451,175	12,963,534	36	42
	Other Revenue							
8,213,038	Interest and Dividend Income	10	6,774,348	6,040,261	6,242,545	5,499,461	12	14
722,452	Net Realised Gains		71,035	440,562	39,436	419,553	(84)	(91)
74,482	Net Fair Value (Losses)/Gains		21,272	45,973	11,251	34,594	(54)	(67)
480,086	Fee and Commission Income		508,268	390,527	202,786	88,721	30	129
27,979	Other Income		(404)	22,199	(8,685)	8,396	(102)	(203)
9,518,037	Total Other Revenue		7,374,519	6,939,522	6,487,333	6,050,725	6	7
33,658,086	Net Income		30,581,145	24,055,186	24,938,508	19,014,259	27	31
	Net Benefits, Claims and Expenses							
(8,445,814)	Net Insurance Benefits and Claims		(8,765,849)	(6,184,276)	(5,541,711)	(3,254,533)	42	70
(10,547,068)	Change in Contract Liabilities - Life Fund		(10,902,951)	(9,072,789)	(10,902,951)	(9,072,789)	20	20
(7,475,941)	Other Operating and Administration Expenses		(6,544,756)	(5,176,953)	(4,461,495)	(3,378,428)	26	32
(3,575,346)	Underwriting and Net Acquisition Costs		(3,022,602)	(2,359,489)	(2,949,485)	(2,279,861)	28	29
(228,638)	Finance and Other Insurance Related Costs		(262,696)	(133,511)	(220,274)	(152,888)	97	44
(30,272,807)	Total Benefits, Claims and Other Expenses		(29,498,854)	(22,927,018)	(24,075,916)	(18,138,499)	29	33
3,385,279	Profit Before Tax		1,082,291	1,128,168	862,592	875,760	(4)	(2)
(1,000,548)	Income Tax Expense	11	(311,716)	(331,554)	(260,281)	(258,562)	(6)	1
2,384,731	Profit for the Period	12	770,575	796,614	602,311	617,198	(3)	(2)
	Other Comprehensive Income, Net of Related Tax, Items that are or may be reclassified to profit or loss							
447,996	- Net Change in fair value of Available For Sale Financial Assets		(1,000,561)	499,704	(929,363)	488,068	(300)	(290)
(643,381)	- Realised Gains transferred to Income Statement		-	(387,775)	-	(378,889)	(100)	(100)
65,787	- Amortisation of AFS reserve on reclassification		55,689	48,339	55,689	48,339	15	15
97,851	- Net Change in fair value of Available For Sale Financial Assets transferred to Life Policyholders' Available For Sale Reserve Fund		747,371	(171,163)	747,371	(171,163)	537	537
2,021	- Tax related on items that are or may be reclassified to profit or loss	11	21,359	(825)	-	-	(2,689)	-
	Items that will never be reclassified to profit or loss							
(52,402)	- Actuarial Losses on Employee Benefit Liabilities		-	-	-	-	-	-
(3,591)	- Tax related on items that will never be reclassified to profit or loss		-	-	-	-	-	-
(85,719)	Total Other Comprehensive Income for the Period, Net of Related Tax		(176,142)	(11,720)	(126,303)	(13,645)	1,403	826
2,299,012	Total Comprehensive Income for the Period		594,433	784,894	476,008	603,553	(24)	(21)
	Profit Attributable to:							
2,384,731	Equity Holders of the Company		770,575	796,614	602,311	617,198	(3)	(2)
-	Non-Controlling Interest		-	-	-	-	-	-
	Total Comprehensive Income Attributable to:							
2,299,012	Equity Holders of the Company		594,433	784,894	476,008	603,553	(24)	(21)
-	Non-Controlling Interest		-	-	-	-	-	-
15.90	Basic and Diluted Earnings Per Share (Rs.)	13	5.14	5.31	4.02	4.11	(3)	(2)

The Notes form an integral part of these Condensed Consolidated Interim Financial Statements.

STATEMENT OF CHANGES IN EQUITY - GROUP

	Stated Capital	Retained Earnings	Available For Sale Reserve	Other Reserve	Life Policy holders' AFS Reserve Fund	Restricted Regulatory Reserve	Total Equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01st January 2025	1,171,875	10,351,725	279,432	(104,708)	437,695	381,156	12,517,175
Comprehensive Income for the Period							
Profit for the Period-Unaudited	-	796,614	-	-	-	-	796,614
Other Comprehensive Income for the Period, Net of Related Tax							
Net Change in fair value of Available For Sale Financial Assets	-	-	159,443	-	-	-	159,443
Net Change in fair value of Available For Sale Financial Assets - transferred to Life Policyholders' Available For Sale Reserve Fund	-	-	(171,163)	-	-	-	(171,163)
Total Other Comprehensive Income for the Period	-	-	(11,720)	-	-	-	(11,720)
Total Comprehensive Income for the Period	-	796,614	(11,720)	-	-	-	784,894
Net Change in fair value of Available For Sale Financial Assets - transferred from Available For Sale Reserve	-	-	-	-	171,163	-	171,163
Transactions with owners recorded directly in equity							
Distributions to owners of the Parent							
Dividend to equity holders for 2024	-	(585,000)	-	-	-	-	(585,000)
Unaudited balance as at 30th September 2025	1,171,875	10,563,339	267,712	(104,708)	608,858	381,156	12,888,232
Comprehensive Income for the Period							
Profit for the Period-Unaudited	-	1,588,117	-	-	-	-	1,588,117
Other Comprehensive Income for the Period, Net of Related Tax							
Net Change in fair value of Available For Sale Financial Assets	-	-	(287,020)	-	-	-	(287,020)
Net Change in fair value of Available For Sale Financial Assets - transferred to Life Policyholders' Available For Sale Reserve Fund	-	-	269,014	-	-	-	269,014
Actuarial Losses on Employee Benefit Liabilities	-	-	-	(55,993)	-	-	(55,993)
Gains on Revaluation of Land and Building	-	-	-	-	-	-	-
Total Other Comprehensive Income for the Period	-	-	(18,006)	(55,993)	-	-	(73,999)
Total Comprehensive Income for the Period	-	1,588,117	(18,006)	(55,993)	-	-	1,514,118
Net Change in fair value of Available For Sale Financial Assets - transferred from Available For Sale Reserve	-	-	-	-	(269,014)	-	(269,014)
Audited balance as at 31st December 2025	1,171,875	12,151,456	249,706	(160,701)	339,844	381,156	14,133,336
Balance as at 01st January 2026	1,171,875	12,151,456	249,706	(160,701)	339,844	381,156	14,133,336
Comprehensive Income for the Period							
Profit for the Period-Unaudited	-	770,575	-	-	-	-	770,575
Other Comprehensive Income for the Period, Net of Related Tax							
Net Change in fair value of Available For Sale Financial Assets	-	-	(923,513)	-	-	-	(923,513)
Net Change in fair value of Available For Sale Financial Assets - transferred to Life Policyholders' Available For Sale Reserve Fund	-	-	747,371	-	-	-	747,371
Actuarial Losses on Employee Benefit Liabilities	-	-	-	-	-	-	-
Total Other Comprehensive Income for the Period	-	-	(176,142)	-	-	-	(176,142)
Total Comprehensive Income for the Period	-	770,575	(176,142)	-	-	-	594,433
Net Change in fair value of Available For Sale Financial Assets - transferred from Available For Sale Reserve	-	-	-	-	(747,371)	-	(747,371)
Transactions with owners recorded directly in equity							
Distributions to owners of the Parent							
Dividend to equity holders for 2025	-	(750,000)	-	-	-	-	(750,000)
Unaudited balance as at 30th September 2026	1,171,875	12,172,031	73,564	(160,701)	(407,527)	381,156	13,230,398

Stated Capital represents 150 Million Ordinary Shares as at 30th September 2026 (2025 - 150 Million).

The Notes form an integral part of these Condensed Consolidated Interim Financial Statements.

STATEMENT OF CHANGES IN EQUITY - COMPANY

	Stated Capital	Retained Earnings	Available For Sale Reserve	Other Reserve	Life Policy holders' AFS Reserve Fund	Restricted Regulatory Reserve	Total Equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01st January 2025	1,171,875	8,689,963	211,076	(82,179)	437,695	381,156	10,809,586
Comprehensive Income for the Period							
Profit for the Period-Unaudited	-	617,198	-	-	-	-	617,198
Other Comprehensive Income for the Period, Net of Related Tax							
Net Change in fair value of Available For Sale Financial Assets	-	-	157,518	-	-	-	157,518
Net Change in fair value of Available For Sale Financial Assets - transferred to Life Policyholders' Available For Sale Reserve Fund	-	-	(171,163)	-	-	-	(171,163)
Total Other Comprehensive Income for the Period	-	-	(13,645)	-	-	-	(13,645)
Total Comprehensive Income for the Period	-	617,198	(13,645)	-	-	-	603,553
Net Change in fair value of Available For Sale Financial Assets - transferred from Available For Sale Reserve	-	-	-	-	171,163	-	171,163
Transactions with owners recorded directly in equity Distributions to owners of the Company							
Dividend to equity holders for 2024	-	(585,000)	-	-	-	-	(585,000)
Unaudited balance as at 30th September 2025	1,171,875	8,722,161	197,431	(82,179)	608,858	381,156	10,999,302
Comprehensive Income for the Period							
Profit for the Period-Unaudited	-	1,505,537	-	-	-	-	1,505,537
Other Comprehensive Income for the Period, Net of Related Tax							
Net Change in fair value of Available For Sale Financial Assets	-	-	(280,380)	-	-	-	(280,380)
Net Change in fair value of Available For Sale Financial Assets - transferred to Life Policyholders' Available For Sale Reserve Fund	-	-	269,014	-	-	-	269,014
Actuarial Losses on Employee Benefit Liabilities	-	-	-	(30,947)	-	-	(30,947)
Total Other Comprehensive Income for the Period	-	-	(11,366)	(30,947)	-	-	(42,313)
Total Comprehensive Income for the Period	-	1,505,537	(11,366)	(30,947)	-	-	1,463,224
Net Change in fair value of Available For Sale Financial Assets - transferred from Available For Sale Reserve	-	-	-	-	(269,014)	-	(269,014)
Audited balance as at 31st December 2025	1,171,875	10,227,698	186,065	(113,126)	339,844	381,156	12,193,512
Balance as at 01st January 2026	1,171,875	10,227,698	186,065	(113,126)	339,844	381,156	12,193,512
Comprehensive Income for the Period							
Profit for the Period-Unaudited	-	602,311	-	-	-	-	602,311
Other Comprehensive Income for the Period, Net of Related Tax							
Net Change in fair value of Available For Sale Financial Assets	-	-	(873,674)	-	-	-	(873,674)
Net Change in fair value of Available For Sale Financial Assets - transferred to Life Policyholders' Available For Sale Reserve Fund	-	-	747,371	-	-	-	747,371
Actuarial Losses on Employee Defined Benefit Plans	-	-	-	-	-	-	-
Total Other Comprehensive Income for the Period	-	-	(126,303)	-	-	-	(126,303)
Total Comprehensive Income for the Period	-	602,311	(126,303)	-	-	-	476,008
Net Change in fair value of Available For Sale Financial Assets - transferred from Available For Sale Reserve	-	-	-	-	(747,371)	-	(747,371)
Transactions with owners recorded directly in equity Distributions to owners of the Company							
Dividend to equity holders for 2025	-	(750,000)	-	-	-	-	(750,000)
Unaudited balance as at 30th September 2026	1,171,875	10,080,009	59,762	(113,126)	(407,527)	381,156	11,172,149

Stated Capital represents 150 Million Ordinary Shares as at 30th September 2026 (2025 - 150 Million).

The Notes form an integral part of these Condensed Consolidated Interim Financial Statements.

STATEMENT OF CASH FLOWS

For the Period Ended 30th September,	Note	GROUP		COMPANY	
		Unaudited	Unaudited	Unaudited	Unaudited
		2026	2025	2026	2025
		Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash Flows From Operating Activities					
Profit Before Tax		1,082,291	1,128,168	862,592	875,760
Adjustments for:					
Interest Income	10	(6,744,825)	(6,001,594)	(6,213,022)	(5,460,794)
Dividend Income	10	(29,523)	(38,667)	(29,523)	(38,667)
Amortisation of Intangible Assets		66,164	37,192	47,720	34,849
Depreciation of Property, Plant and Equipment		186,126	156,753	137,105	116,574
Net Depreciation of Right of Use Assets		219,115	163,376	173,289	147,356
Interest Expense of Lease Creditors		88,478	68,721	60,982	58,475
Provision for Employee Benefit Liabilities		114,024	105,678	83,574	75,228
Net Realised Gains		(71,035)	(440,562)	(39,436)	(419,553)
Net Fair Value (Gains) / Losses		(21,272)	(45,973)	(11,251)	(34,594)
(Gains) / Losses on Disposal of Property, Plant and Equipment		9,800	(330)	9,977	(262)
		(5,100,657)	(4,867,238)	(4,917,993)	(4,645,628)
Net Change in Operating Assets	A	(613,729)	(1,022,053)	(670,075)	(788,723)
Net Change in Operating Liabilities	B	9,618,544	10,731,980	9,767,014	9,896,755
Cash Flows from Operating Activities		3,904,158	4,842,689	4,178,946	4,462,404
Gratuity Paid		(27,572)	(19,358)	(10,407)	(5,426)
Income Tax Paid		(639,820)	(633,398)	(582,477)	(551,116)
Payment of Lease Interest		(88,478)	(68,721)	(60,982)	(58,475)
Capital Gain Tax Paid		(1,326)	(2,666)	-	-
Net Cash Generated from Operating Activities		3,146,962	4,118,546	3,525,080	3,847,387
Cash Flows from Investing Activities					
Acquisition of Financial Investments		(196,118,939)	(141,654,696)	(168,739,949)	(105,407,895)
Proceeds from Maturity of Financial Investments		186,741,679	132,217,446	159,703,149	96,728,888
Proceeds from Sale of Financial Investments		690,152	1,248,489	507,529	1,034,479
Interest Received		6,701,723	5,469,071	6,197,633	4,936,346
Dividend Received		28,582	34,433	28,582	34,433
Acquisition of Intangible Assets		(155,501)	(172,132)	(150,150)	(158,583)
Acquisition of Property, Plant and Equipment		(366,104)	(158,783)	(289,503)	(86,021)
Proceeds from the Disposal of Property, Plant and Equipment		1,321	686	1,023	561
Advance Paid to Right of Use asset		(36,629)	(20,760)	(14,491)	(10,560)
Net Cash Used in Investing Activities		(2,513,716)	(3,036,246)	(2,756,177)	(2,928,352)
Cash Flows from Financing Activities					
Dividend Paid		(750,000)	(585,000)	(750,000)	(585,000)
Payment of Lease Creditors		(193,601)	(134,326)	(162,682)	(127,796)
Net Cash Used in Financing Activities		(943,601)	(719,326)	(912,682)	(712,796)
Net Increase in Cash and Cash Equivalents (Net of Book OD)		(310,355)	362,974	(143,779)	206,239
Cash and Cash Equivalents at the beginning of the Period (Net of Book OD)		1,250,850	983,433	736,482	647,397
Cash and Cash Equivalents at the end of the Period (Net of Book OD)	C	940,495	1,346,407	592,703	853,636
Notes to the Cash Flow Statement					
A. Change in Operating Assets					
Decrease in Deferred Expenses		9,687	7,314	-	-
Decrease / (Increase) in Loans to Life Policyholders		33,038	(37,100)	33,038	(37,100)
(Increase)/Decrease in Reinsurance Receivables		(1,223,969)	(457,478)	(267,889)	(328,726)
Decrease / (Increase) in Premium Receivables		928,478	(383,499)	66,084	(367,517)
Increase in Other Assets		(360,963)	(151,290)	(501,308)	(55,380)
Net Change in Operating Assets		(613,729)	(1,022,053)	(670,075)	(788,723)
B. Change in Operating Liabilities					
(Decrease)/Increase in Other Liabilities		(1,429,091)	157,267	(1,391,996)	188,284
Increase in Insurance Contract Liabilities - Life Insurance		10,808,491	9,135,458	10,808,491	9,135,458
Increase / (Decrease) in Insurance Contract Liabilities - General Insurance		(360,455)	477,553	-	-
Increase in Reinsurance Creditors		599,599	961,702	350,519	573,013
Net Change in Operating Liabilities		9,618,544	10,731,980	9,767,014	9,896,755
C. Cash and Cash Equivalents at the end of the Period					
Cash in Hand and at Bank		1,209,722	1,600,321	791,177	1,020,295
Bank Overdrafts		(269,227)	(253,914)	(198,474)	(166,659)
Cash and Cash Equivalents (Net of Book OD)		940,495	1,346,407	592,703	853,636

For the purpose of the cash flow statement, cash and cash equivalents consist of cash in hand and at bank, net of outstanding bank overdraft as shown above.

The Notes form an integral part of these Condensed Consolidated Interim Financial Statements.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Three Months Ended 30th September,	Note	GROUP		COMPANY		CHANGE	
		Unaudited	Unaudited	Unaudited	Unaudited	Group	Company
		2026	2025	2026	2025	%	%
		Rs.'000	Rs.'000	Rs.'000	Rs.'000		
Gross Written Premium	9	10,105,412	7,625,756	7,030,174	5,118,359	33	37
Premium Ceded to Reinsurers		(1,570,082)	(1,327,468)	(295,020)	(301,404)	18	(2)
Net Written Premium		8,535,330	6,298,288	6,735,154	4,816,955	36	40
Net Change in Reserves for Unearned Premium		(179,371)	(29,634)	-	-	505	-
Net Earned Premium		8,355,959	6,268,654	6,735,154	4,816,955	33	40
Other Revenue							
Interest and Dividend Income	10	2,337,497	2,065,649	2,138,780	1,882,777	13	14
Net Realised Gains		16,533	356,561	11,888	351,889	(95)	(97)
Net Fair Value Gains		(100,064)	5,267	(82,865)	1,313	(2,000)	(6,411)
Fee and Commission Income		306,427	105,600	178,210	13,113	190	1,259
Other Income		(3,689)	7,084	(5,424)	262	152	(2,170)
Total Other Revenue		2,556,704	2,540,161	2,240,589	2,249,354	1	(0)
Net Income		10,912,663	8,808,815	8,975,743	7,066,309	24	27
Net Benefits, Claims and Expenses							
Net Insurance Benefits and Claims		(2,707,876)	(2,337,300)	(1,549,954)	(1,351,192)	16	15
Change in Contract Liabilities - Life Fund		(4,467,424)	(3,290,262)	(4,467,424)	(3,290,262)	36	36
Other Operating and Administration Expenses		(2,298,026)	(1,887,173)	(1,562,482)	(1,267,084)	22	23
Underwriting and Net Acquisition Costs		(1,085,878)	(869,160)	(1,069,454)	(837,726)	25	28
Finance and Other Insurance Related Costs		(97,477)	(27,166)	(82,413)	(51,258)	259	61
Total Benefits, Claims and Other Expenses		(10,656,681)	(8,411,061)	(8,731,727)	(6,797,522)	27	28
Profit Before Tax		255,982	397,754	244,016	268,787	(36)	(9)
Income Tax Expense	11	(78,185)	(120,500)	(75,412)	(79,875)	(35)	(6)
Profit for the Period	12	177,797	277,254	168,604	188,912	(36)	(11)
Other Comprehensive Income, Net of Related Tax Items that are or may be reclassified to profit or loss							
- Net Change in fair value of Available For Sale Financial Assets		(186,131)	36,459	(173,640)	48,966	(611)	(455)
- Realised Gains transferred to Income Statement		-	(312,007)	-	(312,007)	(100)	(100)
- Amortisation of AFS reserve on reclassification		19,353	16,803	19,353	16,803	15	15
- Net Change in fair value of Available For Sale Financial Assets transferred to Life Policyholder's Available For Sale Reserve Fund		131,360	233,104	131,360	233,104	44	44
- Tax related on items that are or may be reclassified to profit or loss	11	3,747	3,752	-	-	0	-
Items that will never be reclassified to profit or loss							
- Gains on Land and Building Revaluation		-	-	-	-	(100)	-
Tax related on items that will never be reclassified to profit or loss							
- Related Tax on Gains on Land and Building Revaluation	11	-	-	-	-	(100)	-
Total Other Comprehensive Income for the Period, Net of Related tax		(31,671)	(21,889)	(22,927)	(13,134)	45	75
Total Comprehensive Income for the Period		146,126	255,365	145,677	175,778	(43)	(17)
Profit Attributable to:							
Equity Holders of the Company		177,797	277,254	168,604	188,912	(36)	(11)
Non-Controlling Interest		-	-	-	-	-	-
Total Comprehensive Income Attributable to:							
Equity Holders of the Company		146,126	255,365	145,677	175,778	(43)	(17)
Non-Controlling Interest		-	-	-	-	-	-
Basic and Diluted Earnings Per Share (Rs.)	13	1.19	1.85	1.12	1.26	(36)	(11)

The Notes form an integral part of these Condensed Consolidated Interim Financial Statements.

OPERATING SEGMENT INFORMATION - ASSETS AND LIABILITIES

As at,	UNAUDITED		AUDITED	
	30th September 2026		31st December 2025	
	Life Insurance Rs.'000	General Insurance Rs.'000	Life Insurance Rs.'000	General Insurance Rs.'000
Assets				
Property, Plant and Equipment	640,393	316,324	498,995	288,865
Right of Use Assets	575,445	342,700	373,134	133,006
Intangible Assets	382,425	229,281	279,995	242,374
Deferred Tax Assets	-	43,841	-	9,124
Financial Investments	70,216,060	6,379,586	62,493,446	6,223,612
Investment in Subsidiary	1,150,000	-	1,150,000	-
Loans to Life Policyholders	470,980	-	504,018	-
Reinsurance Receivables	714,625	3,987,454	446,736	3,031,374
Premium Receivables	701,157	1,506,295	767,241	2,368,687
Other Assets	1,458,186	359,388	966,006	445,243
Insurance Contract - Deferred Expenses	-	1,441	-	11,128
Cash in Hand and at Bank	791,177	418,545	961,692	630,994
Total Assets	77,100,448	13,584,855	68,441,263	13,384,407
Liabilities				
Insurance Contract Liabilities - Life Insurance	60,056,493	-	49,248,002	-
Insurance Contract Liabilities - General Insurance	-	6,428,543	-	6,788,998
Employee Benefit Liabilities	429,114	262,600	355,947	249,315
Current Tax Liabilities	239,079	41,319	561,275	35,195
Reinsurance Payable	923,110	1,524,375	572,591	1,275,295
Lease Creditors	645,483	350,994	456,184	137,438
Other Liabilities	3,436,546	1,698,024	4,828,542	1,691,716
Bank Overdrafts	198,474	70,753	225,210	116,626
Total Liabilities	65,928,299	10,376,608	56,247,751	10,294,583

OPERATING SEGMENT INFORMATION - PROFITABILITY

For the Period Ended,	UNAUDITED		UNAUDITED	
	30th September 2026		30th September 2025	
	Life Insurance Rs.'000	General Insurance Rs.'000	Life Insurance Rs.'000	General Insurance Rs.'000
Gross Written Premium	19,373,029	9,109,537	13,749,432	8,184,211
Premium Ceded to Reinsurers	(921,854)	(4,159,771)	(785,898)	(3,608,304)
Net Written Premium	18,451,175	4,949,766	12,963,534	4,575,907
Net Change in Reserves for Unearned Premium	-	(187,499)	-	(385,206)
Net Earned Premium	18,451,175	4,762,267	12,963,534	4,190,701
Other Revenue				
Interest and Dividend Income	6,242,545	531,803	5,499,461	540,800
Net Realised Gains	39,436	31,599	419,553	21,009
Net Fair Value Gains	11,251	10,021	34,594	11,379
Fee and Commission Income	202,786	318,676	88,721	323,601
Other Income	(8,685)	8,281	8,396	13,803
Total Other Revenue	6,487,333	900,380	6,050,725	910,592
Net Income	24,938,508	5,662,647	19,014,259	5,101,293
Net Benefits, Claims and Expenses				
Net Insurance Benefits and Claims	(5,541,711)	(3,224,140)	(3,254,533)	(2,929,824)
Change in Contract Liabilities - Life Fund	(10,902,951)	-	(9,072,789)	-
Other Operating and Administration Expenses	(4,461,495)	(2,103,269)	(3,378,428)	(1,851,014)
Underwriting and Net Acquisition Cost	(2,949,485)	(73,117)	(2,279,861)	(87,424)
Finance and Other Insurance Related Costs	(220,274)	(42,422)	(152,888)	19,377
Total Benefits, Claims and other Expenses	(24,075,916)	(5,442,948)	(18,138,499)	(4,848,885)
Profit Before Tax	862,592	219,699	875,760	252,408
Income Tax Expense	(260,281)	(51,435)	(258,562)	(72,992)
Profit for the Period	602,311	168,264	617,198	179,416

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

1.1 Reporting Entity

HNB Life PLC previously known as HNB Assurance PLC ("the Company") is a public limited liability Company incorporated on 23rd August 2001 and domiciled in Sri Lanka. The registered office of the Company is situated at No. 479, T B Jayah Mawatha, Colombo 10 and the principal place of business is situated at No. 30, Iceland Business Centre, Sri Uttarananda Mawatha, Colombo 03. The Ordinary Shares of the Company are listed on the Colombo Stock Exchange (CSE).

The Group's controlling entity and ultimate parent undertaking is Hatton National Bank PLC which is a licensed Commercial Bank incorporated in Sri Lanka.

1.2 Approval of Financial Statements

The Condensed Consolidated Interim Financial Statements were authorised for issue by the Board of Directors on 30th October 2026.

Figures in these Condensed Consolidated Interim Financial Statements for the period ended 30th September 2026 are provisional and unaudited.

2 BASIS OF PREPARATION

The Condensed Interim Financial Statements of the Group and the Company for the quarter ended 30 September 2026 have been prepared in accordance with Sri Lanka Accounting Standard LKAS 34 – Interim Financial Reporting. They also comply with the Companies Act, No. 7 of 2007 and the Regulation of Insurance Industry Act, No. 43 of 2000, as amended.

These statements do not include all the information required for a complete set of annual financial statements. They should be read together with the Audited Financial Statements for the year ended 31 December 2025. The accounting policies used are the same as those applied in the annual financial statements, except as set out in Note 2.1. Comparative figures have been reclassified where necessary to match the current period's presentation.

The Group and the Company have elected to apply the interim reporting relief granted by The Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) for the initial adoption of SLFRS 17 and SLFRS 9. As a result, these interim financial statements do not fully comply with Sri Lanka Accounting Standards (SLFRSs/LKASs).

Accordingly, these interim financial statements are prepared on the alternative basis described below.

2.1 Interim Reporting Relief – SLFRS 17 and SLFRS 9

SLFRS 17 – Insurance Contracts is effective for annual reporting periods beginning on or after 1 January 2026. Because of the industry's implementation challenges, CA Sri Lanka allowed insurers to continue applying SLFRS 4 for the first two interim quarters of 2026. It later extended this relief to the third quarter, provided the expected impact of SLFRS 17 and SLFRS 9 is disclosed.

The Group and the Company have applied this relief for the quarter ended 30 September 2026. Accordingly:

- insurance contracts continue to be recognised, measured and presented under SLFRS 4; and
- financial instruments continue to be accounted for under LKAS 39 – Financial Instruments: Recognition and Measurement.

CA Sri Lanka has not yet decided the reporting basis for the fourth quarter or for the annual financial statements for the year ending 31st December 2026.

2.2 Implementation Progress

During the nine months ended 30 September 2026, the Company made significant progress towards adopting SLFRS 17 and SLFRS 9. This included:

- completing the main actuarial models;
- finalising the related accounting policies;
- running SLFRS 17 results in parallel with the current basis; and
- strengthening governance, controls and data validation.

The Company is now validating its SLFRS 17 results and refining its financial close process. It is substantially ready to implement both standards once CA Sri Lanka issues its direction.

2.3 Expected Impact of SLFRS 17 and SLFRS 9

Adopting these standards is expected to have a material impact on the Company's financial position and performance.

Area	Expected impact
Financial assets (SLFRS 9)	Financial assets will be reclassified based on business model and contractual cash flow assessments.
Insurance contract liabilities	These will be measured as the present value of fulfilment cash flows, plus an explicit risk adjustment for non-financial risk and a Contractual Service Margin (CSM) for profitable contract groups. The General Measurement Model (GMM) and the Premium Allocation Approach (PAA) will be applied based on product characteristics.
Equity on transition	The fair value approach will be applied because complete and reliable historical data is not available. Transition adjustments under both standards will be recognised in opening equity at the date of initial application.
Insurance revenue and profit	Insurance revenue will no longer equal gross written premiums. Profit will be recognised as insurance services are provided, and losses on onerous contracts will be recognised immediately. Earnings may become more volatile due to experience variances, assumption changes and interest rate movements. To reduce interest-rate-driven volatility, insurance finance income or expenses will be split between profit or loss and other comprehensive income.

2.4 Accounting Policy Choice for Interim Reporting under SLFRS 17

2.4 Comparative Information

Comparative information has been prepared under SLFRS 4 and LKAS 39. It has not been restated for SLFRS 17 or SLFRS 9.

2.5 Interim Accounting Policy Choice under SLFRS 17

SLFRS 17 requires the Company to choose whether estimates made in earlier interim periods are revised in later interim periods (year-to-date basis) or left unchanged (period-to-period basis). This choice will be made on full adoption and applied consistently to all groups of insurance contracts issued and reinsurance contracts held.

3 FINANCIAL INVESTMENTS

As at,	GROUP		COMPANY	
	Unaudited	Audited	Unaudited	Audited
	30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Held to Maturity Financial Assets	12,959,490	14,873,650	12,959,490	14,873,650
Loans and Receivables	38,159,117	32,402,062	33,650,866	28,444,250
Available for Sale Financial Assets	23,877,171	20,126,377	22,005,836	18,038,779
Financial Assets at Fair Value Through Profit or Loss	1,599,868	1,314,969	1,599,868	1,136,767
Total Financial Investments	76,595,646	68,717,058	70,216,060	62,493,446

4 THE ACCOUNTING POLICY FOR CONSOLIDATION OF SUBSIDIARY

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

Inter-company transactions balances and unrealised gains /losses on transactions between group companies are eliminated. Amounts reported by subsidiary companies are adjusted to conform with the Group's accounting policies where necessary.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5 LIFE POLICYHOLDERS' AVAILABLE FOR SALE RESERVE FUND

Life Policyholders' Available For Sale Reserve Fund includes the fair value changes recorded in Other Comprehensive Income in respect of Life Insurance related assets.

Unrealised gains and losses of Available For Sale Financial Assets of Life Insurance are included under Life Policyholders' Available For Sale Reserve Fund in Equity.

6 RESTRICTED REGULATORY RESERVE

As at,	Note	GROUP		COMPANY	
		Unaudited	Audited	Unaudited	Audited
		30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
		Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance at the end of the Period	7.2	381,156	381,156	381,156	381,156

6.1 Nature and Purpose of Reserve

The Insurance Regulatory Commission of Sri Lanka (IRCSL) has issued Direction No. 16 on 20th March 2018 on "Identification and Treatment of One-off Surplus" and has instructed all Life Insurance Companies to comply with the Direction. Based on the Direction, Life Insurance Companies are allowed to transfer One-off surplus attributable to Policyholders' Non-Participating Fund to Shareholders' Fund. The transfer has been presented as a separate reserve in the Statement of Financial Position as "Restricted Regulatory Reserve" under Equity in accordance with the Direction above. As required by the said Direction, the Company received the approval for this transfer on 11th May 2018.

Surplus created due to Change in Valuation Method

Description		Participating Fund	Non-Participating Fund	Total
		Rs. '000	Rs. '000	Rs. '000
Value of Insurance contract liability based on NPV as at 31st December 2015	A	2,988,500	3,856,964	6,845,464
Value of Insurance contract liability based on GPV as at 31st December 2015	B	3,015,001	3,475,808	6,490,809
Zerorisation of Negative Surplus as per Direction No. 16	C	26,501	-	26,501
Surplus created due to Change in Valuation Method - One-off Surplus as at 01st January 2016	A-B+C	-	381,156	381,156

The One-off surplus in the Shareholder's Fund will remain invested in Term Deposits as disclosed in Note No. 7.2.2 as per the Direction of IRCSL.

As per the Direction One-off Surplus in respect of Participating business is to be held within the Participating Fund as part of the unallocated valuation surplus and may only be transferred to the Shareholder Fund by means of bonuses to Policyholders in line with Section 38 of the "Regulation of Insurance Industry, Act No. 43 of 2000".

6.2 Distribution of One-off Surplus

6.2.1 Distribution of one-off surplus to shareholders, held as part of the Restricted Regulatory Reserve under equity in the statement of financial position is subject to meeting governance requirements stipulated by the IRCSL and can only be released upon receiving approval from the IRCSL.

6.2.2 Composition of Investments Supporting the Restricted Regulatory Reserve as at 30th September 2026

Based on the Direction issued by IRCSL following Instruments have been marked to support the Restricted Regulatory Reserve of the Company.

Asset Category

As at,	Fair Value / Carrying Value 30th September 2026
	Rs. '000
Term Deposits	381,301

7 INSURANCE CONTRACT LIABILITIES - LIFE INSURANCE

As at,	Note	GROUP		COMPANY	
		Unaudited	Audited	Unaudited	Audited
		30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
Life Insurance Fund	7.1	59,773,033	48,870,082	59,773,033	48,870,082
Claims Outstanding		283,460	377,920	283,460	377,920
Total Insurance Contract Liabilities		60,056,493	49,248,002	60,056,493	49,248,002

7.1 Insurance Contract Liabilities - Life Insurance Fund

As at,		GROUP		COMPANY	
		Unaudited	Audited	Unaudited	Audited
		30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
The Movement in the Life Insurance Fund is as follows:					
Balance as at the beginning of the Period		48,870,082	38,337,298	48,870,082	38,337,298
Change in Contract Liabilities Life Fund					
Increase in Life Insurance Fund Before Surplus Distribution to Shareholders		10,902,951	12,447,068	10,902,951	12,447,068
Surplus Distributed to Shareholders		-	(1,900,000)	-	(1,900,000)
Increase in Life Insurance Fund		10,902,951	10,547,068	10,902,951	10,547,068
Effect of Taxation on surplus/Bonus transferred to Policyholders		-	(14,284)	-	(14,284)
Balance as at the end of the Period		59,773,033	48,870,082	59,773,033	48,870,082

7.2 Liability Adequacy Test

A Liability Adequacy Test (LAT) for Life Insurance contract Liability was carried out by Mr. Abhishek Chadha, FIA, on behalf of Willis Towers Watson India Private Limited, as at 31st December 2025 as required by SLFRS 4 - Insurance Contracts. When performing the LAT, the Company discounts all contractual cash flows and compares this amount with the carrying value of the liability. The valuation is based on internationally accepted actuarial methods. According to the Appointed Actuary's report, assets are sufficiently adequate as compared to the discounted cash flow reserves and in contrast to the reserves as at 31st December 2025.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

8 INSURANCE CONTRACT LIABILITIES - GENERAL INSURANCE

As at,	GROUP		COMPANY	
	Unaudited	Audited	Unaudited	Audited
	30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Reserves for Net Unearned Premium	3,407,103	3,233,588	-	-
Reserves for Title Insurance	113,673	99,689	-	-
Reserves for Gross Outstanding Claims	2,907,767	3,455,721	-	-
Total Insurance Contract Liabilities	6,428,543	6,788,998	-	-

8.1 The Company's Head of Actuary has carried out the IBNR/IBNER valuation as at 30th September 2026 and ensured that adequate provisions have been made in these Condensed Consolidated Interim Financial Statements.

8.2 Liability Adequacy Test

A Liability Adequacy Test (LAT) for the General Insurance Contract Liability was performed by the Appointed Actuary, Ms. Sipika Tandon Mathur, FIA, on behalf of Willis Towers Watson India Private Limited as at 31st December 2025 as required by SLFRS 4 - Insurance Contracts. According to the Appointed Actuary's report, HNB General Insurance Ltd adequately satisfies the LAT requirement as at 31st December 2025.

9 GROSS WRITTEN PREMIUM

GROUP		GROUP		COMPANY	
(Audited) For the Year Ended 31st Dec 2025	For the Period Ended,	Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
	Life Insurance				
18,709,086	Individual Policies	18,201,886	13,164,674	18,201,886	13,164,674
780,884	Corporate Policies	1,171,143	584,758	1,171,143	584,758
(35,949)	Adjustment for Inter Company Premiums	500	(30,020)	-	-
19,454,021	Gross Written Premium - Life Insurance	19,373,529	13,719,412	19,373,029	13,749,432
	General Insurance				
2,398,024	Fire	1,715,527	1,965,148	-	-
5,982,467	Motor	5,352,122	4,373,030	-	-
378,337	Marine	275,132	199,552	-	-
2,246,329	Miscellaneous	1,766,756	1,646,481	-	-
(8,781)	Adjustment for Inter Company Premiums	(7,316)	(8,551)	-	-
10,996,376	Gross Written Premium - General Insurance	9,102,221	8,175,660	-	-
30,450,397	Total Gross Written Premium	28,475,750	21,895,072	19,373,029	13,749,432

For the Three Months Ended,	GROUP		COMPANY	
	Unaudited	Unaudited	Unaudited	Unaudited
	30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Life Insurance				
Individual Policies	6,834,773	4,925,274	6,834,773	4,925,274
Corporate Policies	195,401	193,085	195,401	193,085
Adjustment for Inter Company Premiums	12	(11,470)	-	-
Gross Written Premium - Life Insurance	7,030,186	5,106,889	7,030,174	5,118,359
General Insurance				
Fire	355,414	403,053	-	-
Motor	2,063,143	1,800,376	-	-
Marine	116,857	78,440	-	-
Miscellaneous	540,230	237,155	-	-
Adjustment for Inter Company Premiums	(418)	(157)	-	-
Gross Written Premium - General Insurance	3,075,226	2,518,867	-	-
Total Gross Written Premium	10,105,412	7,625,756	7,030,174	5,118,359

10 INTEREST AND DIVIDEND INCOME

GROUP		GROUP		COMPANY	
[Audited] For the Year Ended 31st Dec 2025	For the Period Ended,	Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
		Rs. '000	Rs. '000	Rs. '000	Rs. '000
8,171,776	Interest Income	6,744,825	6,001,594	6,213,022	5,460,794
41,262	Dividend Income	29,523	38,667	29,523	38,667
8,213,038	Total	6,774,348	6,040,261	6,242,545	5,499,461

For the Three Months Ended,	GROUP		COMPANY	
	Unaudited	Unaudited	Unaudited	Unaudited
	30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Interest Income	2,328,181	2,056,220	2,129,464	1,873,348
Dividend Income	9,316	9,429	9,316	9,429
Total	2,337,497	2,065,649	2,138,780	1,882,777

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

11 INCOME TAX EXPENSE

GROUP		GROUP		COMPANY	
(Audited) For the Year Ended 31st Dec 2025	For the Period Ended,	Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
		Rs.'000	Rs.'000	Rs.'000	Rs.'000
(996,263)	Income Tax Charge	(325,073)	(335,136)	(260,281)	(258,562)
(197)	Under Provision of Income Taxes in respect of prior Period	-	-	-	-
(4,088)	Deferred Income Tax - Recognised through Profit or Loss	13,357	3,582	-	-
(1,000,548)	Total Tax charge in Profit or Loss	(311,716)	(331,554)	(260,281)	(258,562)
	Deferred tax related to items charged or credited directly to other comprehensive income				
2,021	Deferred tax on net change in debt instruments categorised under Available for Sale Financial Investments	21,359	(825)	-	-
(3,591)	Deferred Tax on Actuarial Losses on Employee Benefit Liabilities	-	-	-	-
(1,570)	Total Tax charge in Other Comprehensive Income	21,359	(825)	-	-

		GROUP		COMPANY	
For the Three Months Ended,		Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
		Rs.'000	Rs.'000	Rs.'000	Rs.'000
	Income Tax Charge	(81,548)	(119,536)	(75,412)	(79,875)
	Deferred Income Tax - Recognised through Profit or Loss	3,363	(964)	-	-
	Total Tax charge in Profit or Loss	(78,185)	(120,500)	(75,412)	(79,875)
	Deferred tax related to items charged or credited directly to other comprehensive income				
	Deferred tax on net change in debt instruments categorised under Available for Sale Financial Investments	3,747	3,752	-	-
	Total Tax charge in Other Comprehensive Income	3,747	3,752	-	-

Income Tax

As per the Inland Revenue (Amendment) Act No 45 of 2022 income tax rates applicable to Company and Subsidiary is 30%.

Deferred Tax Assets

The Subsidiary carried a deferred tax asset of Rs. 43.84 Million as at 30th September 2026.

12 PROFIT FOR THE PERIOD

GROUP		Unaudited	Unaudited
(Audited) For the Year Ended 31st Dec 2025	For the Period Ended,	30th Sep 2026	30th Sep 2025
		Rs.'000	Rs.'000
Company - HNB Life PLC			
1,900,000	Surplus Transferred from Life Policyholders' Fund to Shareholders' Fund	-	-
1,130,236	Profit Before Tax from Life Shareholders' Fund	862,591	875,760
(907,501)	Income Tax Expense	(260,280)	(258,562)
2,122,735	Profit for the Period	602,311	617,198
Subsidiary - HNB General Insurance Ltd			
355,043	Profit Before Tax	219,697	252,408
(93,047)	Income Tax and Deferred Tax Expense	(51,433)	(72,992)
261,996	Profit for the Period	168,266	179,416
2,384,731	Profit for the Period - Group	770,575	796,614
		Unaudited	Unaudited
For the Three Months Ended,		30th Sep 2026	30th Sep 2025
		Rs.'000	Rs.'000
Company - HNB Life PLC			
	Surplus Transferred from Life Policyholders' Fund to Shareholders' Fund	-	-
	Profit Before Tax from Life Shareholders' Fund	244,016	268,787
	Income Tax Expense	(75,412)	(79,875)
	Profit for the Period	168,604	188,912
Subsidiary - HNB General Insurance Ltd			
	Profit Before Tax	11,966	128,967
	Income Tax and Deferred Tax Expense	(2,773)	(40,625)
	Profit for the Period	9,193	88,342
	Profit for the Period - Group	177,797	277,254

No surplus transfer has been made from the life insurance fund to the Income Statement during the period under review.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

13 BASIC AND DILUTED EARNINGS PER SHARE (EPS)

Basic Earnings Per Share is calculated by dividing the profit after tax for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares. There were no potential dilutive ordinary shares outstanding at any time during the period. Therefore, Diluted Earnings Per Share is same as Basic Earnings Per Share.

GROUP (Audited) For the Year Ended 31st Dec 2025 Rs. '000	For the Period Ended,	GROUP		COMPANY	
		Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
2,384,731	Profit for the Period (Rs. '000)	770,575	796,614	602,311	617,198
150,000	Weighted average number of ordinary shares ('000)	150,000	150,000	150,000	150,000
15.90	Basic and Diluted Earnings Per Share (Rs.)	5.14	5.31	4.02	4.11

	For the Three Months Ended,	GROUP		COMPANY	
		Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
	Profit for the Period (Rs. '000)	177,797	277,254	168,604	188,912
	Weighted average number of ordinary shares ('000)	150,000	150,000	150,000	150,000
	Basic and Diluted Earnings Per Share (Rs.)	1.19	1.85	1.12	1.26

14 RELATED PARTY DISCLOSURES

14.1 Transactions and Outstanding Balances with the Parent and Ultimate Controlling Party - Hatton National Bank PLC

Transactions	For the Period Ended,	GROUP		COMPANY	
		Unaudited	Unaudited	Unaudited	Unaudited
		30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
		Rs.'000	Rs.'000	Rs.'000	Rs.'000
Insurance Premium		317,253	238,197	58,755	8,866
Claims Incurred		133,774	74,060	48,614	39,622
Investment Income		175,439	161,855	130,724	129,149
Referral fees		1,080,347	736,633	901,838	606,152
Rent and Other Operational Expenses		20,034	21,636	14,555	13,739
Dividend Paid		449,895	350,918	449,895	350,918

Outstanding Balances	As at,	GROUP		COMPANY	
		Unaudited	Audited	Unaudited	Audited
		30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
		Rs.'000	Rs.'000	Rs.'000	Rs.'000
Investments Balance (Includes Deposits and Debentures)		3,245,203	1,996,109	2,588,032	1,330,692
Cash at Bank Balances		1,164,500	866,613	839,117	496,207
Premium Receivable		272	1,748	-	1,267
Referral fees Payable		106,548	151,659	87,700	119,598
Rent and Other Operational Expenses Payable		535	778	373	666

14.2 Transactions and Outstanding Balances with the Subsidiary Company - HNB General Insurance Ltd

Transactions	Unaudited	
	30th Sep 2026	30th Sep 2025
	Rs.'000	Rs.'000
For the Period Ended,		
Insurance Premium	(500)	30,020
Insurance Expenses	7,316	8,551
Claims Received	2	81
Claims Paid	101	5,429
Reimbursement Expenses Relating to Employees	51,445	70,463
Other Reimbursement Expenses	161,451	166,817
Fund Management Fee	13,194	13,999
Profit Commission Expense	-	7,796
Outstanding Balances	Unaudited	Audited
As at,	30th Sep 2026	31st Dec 2025
	Rs.'000	Rs.'000
Premium Payable to HNB General Insurance Ltd	8	6
Receivable from HNB General Insurance Ltd	43,395	24,897

14.3 Transactions and Outstanding Balances with / between Subsidiary Companies of the Ultimate Controlling Party

Transactions	GROUP		COMPANY	
	Unaudited	Unaudited	Unaudited	Unaudited
	30th Sep 2026	30th Sep 2025	30th Sep 2026	30th Sep 2025
For the Period Ended,	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Insurance Premium	132,101	109,230	4,273	223
Claims Incurred	38,618	30,694	4,736	5,487
Investment Income	328,413	161,912	294,979	129,082
Administration Expenses	21,372	-	403	-
Outstanding Balances	GROUP		COMPANY	
As at,	Unaudited	Audited	Unaudited	Audited
	30th Sep 2026	31st Dec 2025	30th Sep 2026	31st Dec 2025
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Investments Balance (Includes Deposits, Debentures and Repo)	5,254,833	4,644,898	4,468,552	4,179,620
Cash at Bank Balances	50	50	50	50
Premium Receivable	514	1,535	21	396
Referral fees Payable	2,061	3,789	-	-

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14.4 Transactions with Key Management Personnel/Directors of the Group or its Parent Hatton National Bank PLC

Transactions For the Period Ended,	Unaudited	Unaudited
	30th Sep 2026	30th Sep 2025
	Rs.'000	Rs.'000
Director Fee	33,527	24,295
Short-term and Post Employment Benefits	99,796	97,990
Insurance Premium	46,687	1,709
Claims Paid including Maturities	-	105

Ceased to be a Board of Director

Mr. Prawira Rimoe Saldin, who served as a Non Independent / Non Executive Director of HNB Life PLC ceased to be a Director w.e.f. 16th January 2026.

Change of Board Secretary

Ms. Jansenidevi Sundararajan Kuhanesan has appointed as the new Board Secretary of HNB Life PLC w.e.f. 23rd January 2026.

Ms. Abhayalankara Herath Mudiyanseelage Nirosha Madhubhashini Bakmedeniya ceased to be the Board Secretary of HNB Life PLC w.e.f. 23rd January 2026.

The nature of the related party transactions in the current period was similar to those reported in the Audited Financial Statements for the year ended 31st December 2025, except for the above changes.

15 EVENTS OCCURRING AFTER THE REPORTING DATE

There have been no material events that occurred after the reporting date that require adjustments or disclosure in these Condensed Consolidated Interim Financial Statements.

16 CAPITAL COMMITMENTS

The Group has committed an expense of Rs. 129.07 Million as at 30th September 2026 for purchase of computer hardware, software and other equipment (As at 31st December 2025 – Rs.296.64 Million for the purchase of computer hardware, software and Other equipment).

As at end of the financial period, other than the disclosed above no material capital expenditure contracted and approved by the Board of Directors.

17 CONTINGENCIES

Other than as disclosed below, there have been no changes to the contingent liabilities disclosed in the audited financial statements for the year ended 31st December 2025.

17.1 Income Tax

The Company received an Income Tax Assessment relating to Life Insurance Taxation for the year of assessment 2022/2023, amounting to Rs. 556 million, including interest and penalties of Rs. 252 million. The Company has lodged a valid appeal with the Commissioner General of Inland Revenue against the said assessment.

17.2 VAT and NBT on Financial Services

The Company has received Notices of Assessment for VAT on Financial Services for the taxable period 01.01.2023 to 31.12.2023, amounting to Rs. 279 million, including penalties of Rs. 93 million. The Company is in the process of lodging a valid appeal with the Commissioner General of Inland Revenue against the said assessment.

HNBLI received Notices of Assessment for VAT on Financial Services for the taxable period 01.01.2024 to 31.12.2024, amounting to Rs. 27 million, including penalties of Rs. 8 million. The assessments have been referred to the CGIR and are awaiting determination. The Company has lodged a valid appeal with the Commissioner General of Inland Revenue against the said assessment.

During period, the Tax Appeals Commission ruled in favour of the Company and the Subsidiary in respect of the 2014 and 2018 VAT on FS assessments of HNB Life PLC and the 2019 VAT on FS assessment of HNBGI.

17.3 VAT on Reinsurance Claims

The Court of Appeal ruled in favor of HNBGI relating to 2010/2011 VAT on Reinsurance Claims assessment.

17.4 Other Taxes

The Company received a Notice of Assessment for VAT for the taxable period 01.01.2024 to 31.12.2025, amounting to Rs. 0.01 million, including penalties of Rs. 0.002 million. The Company has lodged a valid appeal with the Commissioner General of Inland Revenue against the said assessment.

18 SHARE INFORMATION

18.1 Top 20 Shareholders

Name of the Shareholder	30th September 2026		30th June 2026	
	Shareholding	% on Issued Shares	Shareholding	% on Issued Shares
1. Hatton National Bank PLC A/C No.01	89,979,000	59.99	89,979,000	59.99
2. Ceylon Guardian Investment Trust PLC A/C No.02	4,753,313	3.17	5,353,342	3.57
3. Mr. V. Sharda	2,415,000	1.61	2,415,000	1.61
4. Mrs. A. Selliah	2,300,000	1.53	2,300,000	1.53
5. J.B. Cocoshell (Pvt) Ltd	1,780,975	1.19	2,319,220	1.55
6. Employees Trust Fund Board	1,586,987	1.06	1,839,373	1.23
7. Thread Capital (Pvt) Ltd	1,502,126	1.00	1,502,126	1.00
8. Mr. S.N.P. Palihena & Mrs. A.S.Palihena	1,500,000	1.00	-	-
9. Mr. M.F. Hashim	1,408,111	0.94	1,583,690	1.06
10. Arunodhaya Investments (Pvt) Ltd	1,400,000	0.93	1,400,000	0.93
11. Arunodhaya Industries (Pvt) Ltd	1,400,000	0.93	1,400,000	0.93
12. Arunodhaya (Pvt) Ltd	1,400,000	0.93	1,400,000	0.93
13. Amana Bank PLC/Hi-Line Trading (Pvt) Ltd	1,176,530	0.78	930,656	0.62
14. Ceylon Investment PLC A/C No.02	1,087,719	0.73	1,387,719	0.93
15. Andysel (Pvt) Ltd	775,000	0.52	775,000	0.52
16. Mr. K. Aravinthan	750,000	0.50	750,000	0.50
17. Corporate Holdings (Pvt) Ltd A/C No.01	735,309	0.49	735,309	0.49
18. Dr. S. Selliah	672,813	0.45	672,813	0.45
19. Senkadagala Finance PLC/R.S.H.Nanayakkara	656,191	0.44	-	-
20. Mr. J.P. Paul	624,623	0.42	860,443	0.57

18.2 Public Shareholding

	30th September 2026	31st December 2025
* Float Adjusted Market Capitalisation (Rs.)	8,447,815,282	6,887,295,230
Percentage of Shares held by the Public	40.013%	40.013%
Number of Public Shareholders	4,704	4,561

The Company complies the minimum public Shareholding requirement under option 2 of section 7.13.1(a) of the Listing Rules as at 30th September 2026. (As at 31/12/2025 - Complied under option 3)

* Float Adjusted Market Capitalisation = Market Capitalisation X Public Holding Percentage

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

18.3 Shareholdings of Directors and Chief Executive Officer

	No. of Shares 30th September 2026	No. of Shares 31st December 2025
Mr. S.A. Chapman (Chairman)	500	500
Mr. A. Goonesekere (Senior Independent Director)	Nil	Nil
Mr. L.U.D. Fernando	Nil	Nil
Mr. L.H.A.L. Silva	Nil	Nil
Dr. P.S. Gamwarige	Nil	Nil
Mr. P.R. Saldin*	Nil	Nil
Prof. A.K.W. Jayawardane	Nil	Nil
Mr. P.H.L.N. Wimalarathne (Executive Director/Chief Executive Officer)	Nil	Nil
Ms.W.A.P.A.Ranawaka	Nil	Nil

* Mr. P.R. Saldin ceased to be a Director w.e.f. 16th January 2026.

18.4 Number of shares

No. of shares representing the Stated Capital	150,000,000
Class of Share	Ordinary
Voting Rights	One vote per Ordinary Share

18.5 Share Performance

As at,	30th September 2026	31st December 2025
	Rs.	Rs.
Net Asset Value Per Share - Group	88.20	94.22
Net Asset Value Per Share - Company	74.48	81.29
Net Asset Value Per Share without Restricted Regulatory Reserve - Group	85.66	91.68
Net Asset Value Per Share without Restricted Regulatory Reserve - Company	71.94	78.75

For the Three Months Ended 30th September,	2026	2025
	Rs.	Rs.
Highest Price Per Share	154.00	115.00
Lowest Price Per Share	138.00	84.30
Last Traded Price Per Share	140.75	104.00