INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 JUNE, 2025



LB FINANCE

LB FINANCE PLC

STATEMENT OF COMPREHENSIVE INCOME

Period ended 30 June 2025

	COMPANY		
	FOR THE 3 MONTHS ENDED		
	30.06.2025 Rs.('000)	**30.06.2024 Rs.('000)**	**Change %**
Income	**12,741,864**	11,109,025	15
Interest Income	**11,227,010**	10,210,023	10
Less : Interest Expenses	**4,389,083**	4,297,570	2
Net Interest Income	**6,837,927**	5,912,453	16
Fee and Commission Income	**1,489,213**	830,799	79
Net Trading Income	**15,097**	46,572	(68)
Other Operating Income	**10,544**	21,631	(51)
Total Operating Income	**8,352,781**	6,811,455	23
Less : Impairment Charges/(Reversals)	**259,918**	131,506	98
Net Operating Income	**8,092,863**	6,679,949	21
Less : Operating Expenses			
Personnel Expenses	**1,354,504**	1,192,487	14
Depreciation of Property, Plant and Equipment	**264,574**	233,799	13
Amortisation of Intangible Assets	**4,126**	1,964	>100
Other Operating Expenses	**945,489**	869,921	9
Total Operating Expenses	**2,568,693**	2,298,171	12
Operating Profit before Tax on Financial Services	**5,524,170**	4,381,778	26
Less : Tax on Financial Services	**1,155,722**	871,907	33
Profit before Taxation	**4,368,448**	3,509,871	24
Less : Income Tax Expense	**1,665,693**	1,321,150	26
Profit for the Period	**2,702,755**	2,188,721	23
Basic Earnings per Share (Rs.)	**4.88**	3.95	23
Other Comprehensive Income			
Other Comprehensive Income that will never be Reclassified to Income Statement			
Net Gains/(Losses) on Investment in Equity Instruments - Fair Value Through Other Comprehensive Income	**22,319**	8,129	>100
Net Other Comprehensive Income that will never be Reclassified to Income Statement	**22,319**	8,129	>100
Other Comprehensive Income for the Period, Net of Tax	**22,319**	8,129	>100
Total Comprehensive Income for the Period, Net of Tax	**2,725,074**	2,196,850	24

LB FINANCE PLC

STATEMENT OF COMPREHENSIVE INCOME

Period ended 30 June 2025

	GROUP		
	FOR THE 3 MONTHS ENDED		
	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)	Change %
Income	**12,864,074**	11,215,118	15
Interest Income	**11,333,901**	10,307,436	10
Less : Interest Expenses	**4,417,292**	4,318,171	2
Net Interest Income	**6,916,609**	5,989,265	15
Fee and Commission Income	**1,504,273**	839,128	79
Net Trading Income	**15,097**	46,572	(68)
Other Operating Income	**10,803**	21,982	(51)
Total Operating Income	**8,446,782**	6,896,947	22
Less : Impairment Charges/(Reversals)	**261,650**	106,734	>100
Net Operating Income	**8,185,132**	6,790,213	21
Less : Operating Expenses			
Personnel Expenses	**1,394,954**	1,230,749	13
Depreciation of Property, Plant and Equipment	**266,369**	238,853	12
Amortisation of Intangible Assets	**4,126**	2,760	49
Other Operating Expenses	**971,995**	908,889	7
Total Operating Expenses	**2,637,444**	2,381,251	11
Operating Profit before Tax on Financial Services	**5,547,688**	4,408,962	26
Less : Tax on Financial Services	**1,155,722**	877,503	32
Profit before Taxation	**4,391,966**	3,531,459	24
Less : Income Tax Expense	**1,671,747**	1,329,497	26
Profit for the Period	**2,720,219**	2,201,962	24
Profit Attributable to:			
Equity Holders of the Company	**2,720,219**	2,203,606	23
Non-Controlling Interest	**-**	(1,644)	(100)
Profit for the Period	**2,720,219**	2,201,962	24
Basic Earnings per Share (Rs.)	**4.91**	3.98	23
Other Comprehensive Income			
Other Comprehensive Income that will be Reclassified to Income Statement			
Gains/(Losses) from Translating the Financial Statements of the Foreign Operations	**10,219**	12,510	(18)
Net Other Comprehensive Income that will be Reclassified to Income Statement	**10,219**	12,510	(18)
Other Comprehensive Income that will never be Reclassified to Income Statement			
Net Gains/(Losses) on Investment in Equity Instruments - Fair Value Through Other Comprehensive Income	**22,319**	8,129	>100
Net Other Comprehensive Income that will never be Reclassified to Income Statement	**22,319**	8,129	>100
Other Comprehensive Income for the Period, Net of Tax	**32,538**	20,639	58
Total Comprehensive Income for the Period, Net of Tax	**2,752,757**	2,222,601	24
Attributable to:			
Equity Holders of the Company	**2,752,757**	2,224,245	24
Non-Controlling Interest	**-**	(1,644)	(100)
Total Comprehensive Income for the Period, Net of Tax	**2,752,757**	2,222,601	24

LB FINANCE PLC

STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	Company		Group	
	30.06.2025 Rs.('000)	**Audited 31.03.2025 Rs.('000)**	**30.06.2025 Rs.('000)**	**Audited 31.03.2025 Rs.('000)**
Assets				
Cash and Cash Equivalents	**20,656,618**	9,024,016	**20,708,488**	9,074,745
Financial Assets Recognised Through Profit or Loss - Measured at Fair Value	**1,924,883**	718,402	**1,924,883**	718,402
Financial Assets at Amortised Cost - Loans and Receivables	**222,050,704**	197,766,691	**223,681,220**	199,271,047
Financial Assets Measured at Fair Value Through Other Comprehensive Income	**187,348**	165,024	**187,348**	165,024
Other Financial Assets	**18,026,018**	21,201,500	**18,009,989**	21,188,612
Other Non Financial Assets	**613,070**	439,475	**641,850**	480,168
Investment in Subsidiaries	**521,162**	521,162	**-**	-
Property, Plant and Equipment and Right-of-Use Assets	**9,826,491**	9,725,513	**9,851,365**	9,751,574
Investment Properties	**5,385**	5,385	**5,385**	5,385
Intangible Assets	**94,565**	67,113	**94,565**	67,113
Deferred Tax Assets	**1,309,250**	1,255,960	**1,315,710**	1,262,343
Total Assets	**275,215,494**	240,890,241	**276,420,803**	241,984,413
Liabilities				
Due to Banks	**46,523,028**	37,411,682	**46,915,728**	37,799,707
Financial Liabilities at Amortised Cost - Due to Depositors	**144,971,045**	138,496,872	**145,375,934**	138,823,896
Debt Instruments Issued and Other Borrowed Funds	**19,801,989**	5,005,405	**19,801,989**	5,005,405
Other Financial Liabilities	**5,264,848**	4,303,422	**5,267,904**	4,305,386
Other Non Financial Liabilities	**4,161,417**	1,671,989	**4,208,185**	1,718,969
Current Tax Liabilities	**2,321,346**	2,182,738	**2,327,412**	2,188,770
Post Employment Benefit Liability	**535,492**	552,135	**535,492**	552,135
Total Liabilities	**223,579,165**	189,624,243	**224,432,644**	190,394,268
Equity				
Stated Capital	**838,282**	838,282	**838,282**	838,282
Reserves	**9,678,818**	9,521,361	**9,800,830**	9,633,154
Retained Earnings	**41,119,229**	40,906,355	**41,349,047**	41,118,709
Total Equity Attributable to Equity Holders of the Company	**51,636,329**	51,265,998	**51,988,159**	51,590,145
Non Controlling Interest	**-**	-	**-**	-
Total Equity	**51,636,329**	51,265,998	**51,988,159**	51,590,145
Total Liabilities and Equity	**275,215,494**	240,890,241	**276,420,803**	241,984,413
Net Asset Value per Share (Rs.)	**93.20**	92.53	**93.83**	93.11
Commitments and Contingencies	**4,623,123**	4,209,020	**4,373,223**	3,962,095

The information contained in these statements have been extracted from the unaudited Financial Statements unless indicated as "Audited".

CERTIFICATION:

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

sgd.

Malith Hewage
Chief Financial 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,

sgd.

Niroshan Udage
Managing Director

sgd.

Ashane Jayasekara
Director

16 July 2025
Colombo

LB FINANCE PLC

STATEMENT OF CHANGES IN EQUITY - COMPANY

	Stated Capital Rs.('000)	Retained Earnings Rs.('000)	Statutory Reserve Rs.('000)	Fair Value Reserve Rs.('000)	Total Equity Rs.('000)
Balance as at 01 April 2024 (Audited)	**838,282**	**33,815,357**	**9,017,981**	**(45,551)**	**43,626,069**
Net Profit for the Period	-	2,188,721	-	-	2,188,721
Other Comprehensive Income, Net of Tax	-	-	-	8,129	8,129
Transfers During the Period	-	(109,436)	109,436	-	-
Final Dividend for 2023/24	-	(1,939,200)	-	-	(1,939,200)
Balance as at 30 June 2024	**838,282**	**33,955,442**	**9,127,417**	**(37,422)**	**43,883,719**
Balance as at 01 April 2025 (Audited)	**838,282**	**40,906,355**	**9,558,263**	**(36,902)**	**51,265,998**
Net Profit for the Period	-	2,702,755	-	-	2,702,755
Other Comprehensive Income, Net of Tax	-	-	-	22,319	22,319
Transfers During the Period	-	(135,138)	135,138	-	-
Final Dividend for 2024/25	-	(2,354,743)	-	-	(2,354,743)
Balance as at 30 June 2025	**838,282**	**41,119,229**	**9,693,401**	**(14,583)**	**51,636,329**

STATEMENT OF CHANGES IN EQUITY - GROUP

	Stated Capital Rs.('000)	Retained Earnings Rs.('000)	Statutory Reserve Rs.('000)	Fair Value Reserve Rs.('000)	Foreign Currency Translation Reserve Rs.('000)	Total Equity Attributable to Equity Holders of the Company Rs.('000)	Non-Controlling Interest Rs.('000)	Total Equity Rs.('000)
Balance as at 01 April 2024 (Audited)	**838,282**	**33,975,540**	**9,017,981**	**(45,551)**	**125,003**	**43,911,255**	**96,738**	**44,007,993**
Net Profit for the Period	-	2,203,606	-	-	-	2,203,606	(1,664)	2,201,942
Other Comprehensive Income, Net of Tax	-	-	-	8,129	12,510	20,639	-	20,639
Transfers During the Period	-	(109,436)	109,436	-	-	-	-	-
Final Dividend for 2023/24	-	(1,939,200)	-	-	-	(1,939,200)	-	(1,939,200)
Balance as at 30 June 2024	**838,282**	**34,130,510**	**9,127,417**	**(37,422)**	**137,513**	**44,196,300**	**95,074**	**44,291,374**
Balance as at 01 April 2025 (Audited)	**838,282**	**41,118,709**	**9,558,263**	**(36,902)**	**111,793**	**51,590,145**	**-**	**51,590,145**
Net Profit for the Period	-	2,720,219	-	-	-	2,720,219	-	2,720,219
Other Comprehensive Income, Net of Tax	-	-	-	22,319	10,219	32,538	-	32,538
Transfers During the Period	-	(135,138)	135,138	-	-	-	-	-
Final Dividend for 2024/25	-	(2,354,743)	-	-	-	(2,354,743)	-	(2,354,743)
Balance as at 30 June 2025	**838,282**	**41,349,047**	**9,693,401**	**(14,583)**	**122,012**	**51,988,159**	**-**	**51,988,159**

LB FINANCE PLC

CASH FLOW STATEMENT

Period ended 30 June 2025

	FOR THE 3 MONTHS ENDED			
	Company		Group	
	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)
Cash Flows from/(Used in) Operating Activities				
Profit before Taxation	**4,368,448**	3,509,871	**4,391,966**	3,531,459
Adjustments for				
Depreciation of Property, Plant and Equipment	**264,574**	233,799	**266,369**	238,853
Amortisation of Intangible Assets	**4,126**	1,964	**4,126**	2,760
Impairment Charges/(Reversals)	**259,918**	131,506	**261,650**	106,734
Diminution/(Appreciation) in Value of Investments	**(2,149)**	(38,461)	**(2,149)**	(38,461)
Loss/(Profit) on Disposal of Property, Plant and Equipment	**2,754**	(8,890)	**2,654**	(8,890)
Provision/(Reversal) for Defined Benefit Plans	**28,776**	24,350	**28,776**	26,632
Foreign Currency Exchange (Gain)/Losses	**-**	-	**(159)**	(18)
Dividend Received	**(1,177)**	(613)	**(1,177)**	(613)
Operating Profit before Changes in Operating Assets and Liabilities	**4,925,270**	3,853,526	**4,952,056**	3,858,456
(Increase)/Decrease in Operating Assets				
(Increase)/Decrease in Financial Assets at Amortised Cost - Loans and Receivables	**(24,544,572)**	(8,622,725)	**(24,672,464)**	(8,675,217)
(Increase)/Decrease in Other Financial Assets	**3,175,394**	5,424,008	**3,178,535**	5,413,938
(Increase)/Decrease in Other Non Financial Assets	**(226,890)**	(26,357)	**(205,152)**	(19,040)
	(21,596,068)	(3,225,074)	**(21,699,081)**	(3,280,319)
Increase/(Decrease) in Operating Liabilities				
Increase/(Decrease) in Financial Liabilities at Amortised Cost - Due to Depositors	**6,474,173**	2,461,162	**6,552,038**	2,485,479
Increase/(Decrease) in Other Financial Liabilities	**921,066**	140,380	**922,158**	161,475
Increase/(Decrease) in Other Non Financial Liabilities	**(341,671)**	(401,455)	**(341,649)**	(405,761)
	7,053,568	2,200,087	**7,132,547**	2,241,193
Cash Generated from Operations	**(9,617,230)**	2,828,539	**(9,614,478)**	2,819,330
Retirement Benefit Liabilities Paid	**(45,419)**	(8,569)	**(45,419)**	(8,569)
Income Tax Paid	**(1,050,000)**	(1,156,969)	**(1,056,093)**	(1,161,787)
Net Cash from/(Used in) Operating Activities	**(10,712,649)**	1,663,001	**(10,715,990)**	1,648,974
Cash Flows from/(Used in) Investing Activities				
Acquisition of Property, Plant and Equipment and Right-of-Use Assets	**(231,370)**	(315,326)	**(231,670)**	(323,397)
Acquisition of Intangible Assets	**(31,578)**	(868)	**(31,578)**	(2,828)
Proceeds from Sale of Property, Plant and Equipment	**1,827**	28,147	**1,934**	28,147
Sale/(Purchase) of Financial Investments - Held for Trading	**(1,204,332)**	(30,302)	**(1,204,332)**	(30,302)
Dividend Received	**1,177**	613	**1,177**	613
Net Cash Flows from/(Used in) Investing Activities	**(1,464,276)**	(317,736)	**(1,464,469)**	(327,767)
Cash Flows from/(Used in) Financing Activities				
Cash Flows from Debt Funding from Banks	**17,785,772**	4,178,034	**17,790,447**	4,230,384
Repayment of Debt Funding from Banks	**(8,943,370)**	(1,498,125)	**(8,943,370)**	(1,498,125)
Cash Flows from Debt Instruments Issued and Other Borrowed Funds	**16,112,289**	1,720,929	**16,112,289**	1,720,929
Repayment of Debt Instruments Issued and Other Borrowed Funds	**(1,315,705)**	(1,391,068)	**(1,315,705)**	(1,391,068)
Payment of Lease Liabilities/Advance Payment for Right-of-Use Assets	**(98,403)**	(63,495)	**(98,403)**	(63,495)
Dividends Paid	**-**	(25,076)	**-**	(25,076)
Net Cash Flows from/(Used in) Financing Activities	**23,540,583**	2,921,199	**23,545,258**	2,973,549
Net Increase/(Decrease) in Cash and Cash Equivalents	**11,363,658**	4,266,464	**11,364,799**	4,294,756
Cash and Cash Equivalents at the Beginning of the Period	**7,858,442**	6,370,533	**7,909,171**	6,612,815
Cash and Cash Equivalents at the End of the Period	**19,222,100**	10,636,997	**19,273,970**	10,907,571
CASH AND CASH EQUIVALENTS IN THE CASH FLOW STATEMENT				
Notes and Coins Held	**2,288,159**	2,083,958	**2,309,518**	2,116,660
Balances with Banks	**9,973,636**	2,820,621	**10,004,147**	2,857,061
Securities under Reverse Repurchase Agreements	**8,394,823**	6,196,863	**8,394,823**	6,416,342
Bank Overdrafts	**(1,434,518)**	(464,445)	**(1,434,518)**	(482,492)
Net Cash and Cash Equivalents	**19,222,100**	10,636,997	**19,273,970**	10,907,571

LB FINANCE PLC

FAIR VALUE MEASUREMENT HIERARCHY - COMPANY

		As at 30.06.2025					As at 31.03.2025 (Audited)				
		Fair Value Measurement Using					*Fair Value Measurement Using*				
	Financial Instruments Measurement Basis	Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000	Total Fair Value Rs. '000	Carrying Value Rs. '000	Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000	Total Fair Value Rs. '000	Carrying Value Rs. '000
Financial Assets											
Cash and Cash Equivalents	Amortised Cost										
Notes and Coins Held		**2,288,159**	**-**	**-**	**2,288,159**	**2,288,159**	2,514,962	-	-	2,514,962	2,514,962
Balances with Banks		**9,973,636**	**-**	**-**	**9,973,636**	**9,973,636**	2,600,716	-	-	2,600,716	2,600,716
Securities under Reverse Repurchase Agreements		**-**	**8,394,823**	**-**	**8,394,823**	**8,394,823**	-	3,908,338	-	3,908,338	3,908,338
Financial Assets Recognised Through Profit or Loss	FVTPL	**19,665**	**1,905,218**	**-**	**1,924,883**	**1,924,883**	17,350	701,052	-	718,402	718,402
Financial Assets at Amortised Cost - Loans and Receivables	Amortised Cost	**-**	**-**	**225,002,768**	**225,002,768**	**222,050,704**	-	-	201,330,884	201,330,884	197,766,691
Financial Assets Measured at Fair Value Through Other Comprehensive Income	FVOCI										
Quoted Equities		**149,255**	**-**	**-**	**149,255**	**149,255**	126,931	-	-	126,931	126,931
Unquoted Equities		**-**	**-**	**38,093**	**38,093**	**38,093**	-	-	38,093	38,093	38,093
Other Financial Assets	Amortised Cost	**3,792,504**	**14,249,933**	**-**	**18,042,437**	**18,026,018**	7,517,610	13,712,219	-	21,229,829	21,201,500
Investment Properties	FVTPL	**-**	**-**	**5,385**	**5,385**	**5,385**	-	-	5,385	5,385	5,385
		16,223,219	**24,549,974**	**225,046,246**	**265,819,439**	**262,850,956**	12,777,569	18,321,609	201,374,362	232,473,540	228,881,018
Financial Liabilities											
Due to Banks	Amortised Cost	**-**	**46,186,277**	**-**	**46,186,277**	**46,523,028**	-	38,547,452	-	38,547,452	37,411,682
Financial Liabilities at Amortised Cost - Due to Depositors	Amortised Cost	**-**	**-**	**146,550,292**	**146,550,292**	**144,971,045**	-	-	141,651,088	141,651,088	138,496,872
Debt Instruments Issued and Other Borrowed Funds	Amortised Cost	**-**	**20,147,706**	**-**	**20,147,706**	**19,801,989**	-	5,217,194	-	5,217,194	5,005,405
Other Financial Liabilities	Amortised Cost	**-**	**5,264,848**	**-**	**5,264,848**	**5,264,848**	-	4,303,422	-	4,303,422	4,303,422
		-	**71,598,831**	**146,550,292**	**218,149,123**	**216,560,910**	-	48,068,068	141,651,088	189,719,156	185,217,381

There were no transfers into and transfers out of the hierarchy levels during periods reported herein.

FAIR VALUE MEASUREMENT HIERARCHY - GROUP

		As at 30.06.2025					As at 31.03.2025 (Audited)				
		Fair Value Measurement Using					*Fair Value Measurement Using*				
	Financial Instruments Measurement Basis	Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000	Total Fair Value Rs. '000	Carrying Value Rs. '000	Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000	Total Fair Value Rs. '000	Carrying Value Rs. '000
Financial Assets											
Cash and Cash Equivalents	Amortised Cost										
Notes and Coins Held		**2,309,518**	**-**	**-**	**2,309,518**	**2,309,518**	2,534,474	-	-	2,534,474	2,534,474
Balances with Banks		**10,004,147**	**-**	**-**	**10,004,147**	**10,004,147**	2,631,933	-	-	2,631,933	2,631,933
Securities under Reverse Repurchase Agreements		**-**	**8,394,823**	**-**	**8,394,823**	**8,394,823**	-	3,908,338	-	3,908,338	3,908,338
Financial Assets Recognised Through Profit or Loss	FVTPL	**19,665**	**1,905,218**	**-**	**1,924,883**	**1,924,883**	17,350	701,052	-	718,402	718,402
Financial Assets at Amortised Cost - Loans and Receivables	Amortised Cost	**-**	**-**	**226,633,284**	**226,633,284**	**223,681,220**	-	-	202,835,240	202,835,240	199,271,047
Financial Assets Measured at Fair Value Through Other Comprehensive Income	FVOCI										
Quoted Equities		**149,255**	**-**	**-**	**149,255**	**149,255**	126,931	-	-	126,931	126,931
Unquoted Equities		**-**	**-**	**38,093**	**38,093**	**38,093**	-	-	38,093	38,093	38,093
Other Financial Assets	Amortised Cost	**3,792,504**	**14,233,904**	**-**	**18,026,408**	**18,009,989**	7,517,610	13,699,331	-	21,216,941	21,188,612
Investment Properties	FVTPL	**-**	**-**	**5,385**	**5,385**	**5,385**	-	-	5,385	5,385	5,385
		16,275,089	**24,533,945**	**226,676,762**	**267,485,796**	**264,517,313**	12,828,298	18,308,721	202,878,718	234,015,737	230,423,215
Financial Liabilities											
Due to Banks	Amortised Cost	**-**	**46,578,977**	**-**	**46,578,977**	**46,915,728**	-	39,186,427	-	39,186,427	37,799,707
Financial Liabilities at Amortised Cost - Due to Depositors	Amortised Cost	**-**	**-**	**146,955,181**	**146,955,181**	**145,375,934**	-	-	142,128,942	142,128,942	138,823,896
Debt Instruments Issued and Other Borrowed Funds	Amortised Cost	**-**	**20,147,706**	**-**	**20,147,706**	**19,801,989**	-	5,217,194	-	5,217,194	5,005,405
Other Financial Liabilities	Amortised Cost	**-**	**5,267,904**	**-**	**5,267,904**	**5,267,904**	-	4,305,386	-	4,305,386	4,305,386
		-	**71,994,587**	**146,955,181**	**218,949,768**	**217,361,555**	-	48,709,007	142,128,942	190,837,949	185,934,394

There were no transfers into and transfers out of the hierarchy levels during periods reported herein.

LB FINANCE PLC

SEGMENTAL INFORMATION

For management purposes, the Group is organised into four operating segments based on services offered and geographical operations as follows. The following table presents income, profit, asset and liability information of the Group's operating segments.

	Leasing		Loans and Advances		Others		International Operation		Total	
	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)	30.06.2025 Rs.('000)	30.06.2024 Rs.('000)
Interest Income	**2,390,793**	2,286,430	**8,401,825**	7,402,628	**433,791**	542,130	**107,492**	76,248	**11,333,901**	10,307,436
Less: Interest Expenses	**696,977**	704,317	**3,308,726**	3,124,041	**383,380**	472,779	**28,209**	17,034	**4,417,292**	4,318,171
Net Interest Income	**1,693,816**	1,582,113	**5,093,099**	4,278,587	**50,411**	69,351	**79,283**	59,214	**6,916,609**	5,989,265
Fee and Commission Income	**121,231**	106,560	**1,358,950**	731,039	**9,032**	(6,440)	**15,060**	7,969	**1,504,273**	839,128
Net Trading Income and Other Operating Income	**1,278**	1,447	**732**	1,016	**23,631**	66,066	**259**	25	**25,900**	68,554
Total Operating Income	**1,816,325**	1,690,120	**6,452,781**	5,010,642	**83,074**	128,977	**94,602**	67,208	**8,446,782**	6,896,947
Less : Impairment Charges/(Reversals)	**(61,468)**	(47,180)	**321,308**	152,742	**78**	(227)	**1,732**	1,399	**261,650**	106,734
Net Operating Income	**1,877,793**	1,737,300	**6,131,473**	4,857,900	**82,996**	129,204	**92,870**	65,809	**8,185,132**	6,790,213
Less: Other Costs	**437,493**	414,398	**1,847,148**	1,661,684	**15,352**	10,452	**66,956**	53,104	**2,366,949**	2,139,638
Less: Depreciation and Amortisation	**41,389**	38,938	**225,949**	199,369	**1,362**	1,353	**1,795**	1,953	**270,495**	241,613
Operating Profits before Taxes	**1,398,911**	1,283,964	**4,058,376**	2,996,847	**66,282**	117,399	**24,119**	10,752	**5,547,688**	4,408,962
Less: Taxes	**714,480**	643,650	**2,072,775**	1,502,320	**34,160**	58,855	**6,054**	2,175	**2,827,469**	2,207,000
Profits for the Period	**684,431**	640,314	**1,985,601**	1,494,527	**32,122**	58,544	**18,065**	8,577	**2,720,219**	2,201,962
Less: Non-Controlling Interest									-	(1,644)
Profit Attributable to Equity Holders of the Company									**2,720,219**	2,203,606
Profits for the Period									**2,720,219**	2,201,962
Segmental Assets	**37,896,915**	32,194,847	**193,052,972**	146,196,257	**44,265,608**	31,152,799	**1,743,143**	1,345,046	**276,958,638**	210,888,949
Elimination	-	-	-	-	**(537,835)**	(701,935)	-	-	**(537,835)**	(701,935)
Total Segmental Assets	**37,896,915**	32,194,847	**193,052,972**	146,196,257	**43,727,773**	30,450,864	**1,743,143**	1,345,046	**276,420,803**	210,187,014
Segmental Liabilities	**30,993,377**	25,609,315	**157,885,252**	116,259,311	**34,700,532**	23,512,376	**870,156**	517,618	**224,449,317**	165,898,620
Elimination	-	-	-	-	-	-	**(16,673)**	(3,000)	**(16,673)**	(3,000)
Total Segmental Liabilities	**30,993,377**	25,609,315	**157,885,252**	116,259,311	**34,700,532**	23,512,376	**853,483**	514,618	**224,432,644**	165,895,620

Management 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 operating profits or losses which, in certain respects, are measured differently from operating profits or losses in the financial statements.

No revenue from transactions with a single external customer or counterparty amounted to 10% or more of the Company's total revenue during the period ended 30 June 2025 or 2024.

LB FINANCE PLC

Interim Financial Statements for the Period ended 30 June 2025

EXPLANATORY NOTES

01. The accounting policies followed in preparing the above Interim Financial Statements are the same as those disclosed in our Annual Report for the year ended 31 March 2025.

02. These Interim Financial Statements have been prepared in compliance with the requirements of Sri Lanka Accounting Standards - LKAS 34 Interim Financial Reporting.

03. The Commitments and Contingencies as at 30 June 2025 was Rs. 4,623 Mn and as at 31 March 2025 was Rs.4,209 Mn

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

INFORMATION ON SHARES

INFORMATION ON SHARES			For the Quarter ended	
			30.06.2025	30.06.2024
Share Price	Highest	Rs.	130.00	73.80
	Lowest	Rs.	77.00	62.50
	Last Traded	Rs.	130.00	72.70
Number of Ordinary Shares Issued			554,057,136	554,057,136

	As at	
	30.06.2025	30.06.2024
Ratios		
Debt Equity Ratio - No of Times	4.09	3.53
Quick Asset Ratio - No of Times	0.66	0.65
Interest Cover - No of Times	2.00	1.82

SELECTED PERFORMANCE INDICATORS

	As at	
	30.06.2025	30.06.2024
Capital Adequacy		
Core Capital to Risk Weighted Asset Ratio (Minimum 10%)	25.53%	28.90%
Total Capital to Risk Weighted Asset Ratio (Minimum 14%)	26.43%	29.65%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)	35.62%	35.03%
Profitability		
Return on Average Shareholders' Funds (After Tax) - Annualized	21.01%	20.01%
Return on Average Assets (After Tax) - Annualized	4.19%	4.26%
Asset Quality		
Gross Non-Performing Accommodations Ratio	1.91%	3.29%
Net Non-Performing Accommodations Ratio	-1.34%	-0.93%
Liquidity (Rs. Mn)		
Required Minimum Amount of Liquid Assets	15,824	12,740
Available Amount of Liquid Assets	36,781	24,612
Required Minimum Amount of Government Securities	9,785	8,704
Available Amount of Government Securities	17,043	18,041

LB FINANCE PLC

Additional Notes

Twenty largest shareholders as at 30 June 2025

	Name		No. of Shares	(%)
1	Vallibel One PLC		286,729,600	51.751
2	Royal Ceramics Lanka PLC.	125,708,928	144,492,928	26.079
	Commercial Bank of Ceylon PLC/Royal Ceramics Lanka PLC	18,784,000		
3	Hatton National Bank PLC/Esna Holdings (Pvt) Ltd		15,248,000	2.752
4	Seylan Bank PLC/JN Lanka Holdings Company (Pvt) Ltd		10,239,974	1.848
5	Mr. K.R.E.M.D.M.B. Jayasundara		5,000,000	0.902
6	Mr. W.G.D.C. Ranaweera		4,601,793	0.831
7	Mr. K.D.A. Perera		4,289,735	0.774
8	DFCC Bank PLC/J N Lanka Holdings Company (Pvt) Ltd		3,000,000	0.541
9	Mr. N. Udage		2,861,235	0.516
10	DFCC Bank PLC A/C No .02		2,708,416	0.489
11	Mr. Y.S.H.R.S. Silva		2,522,500	0.455
12	Hatton National Bank PLC/JN Lanka Holdings Company (Pvt) Ltd		2,050,745	0.370
13	Mr. F.N. Herft		1,970,973	0.356
14	JN Lanka Holdings Company (Pvt) Ltd		1,750,000	0.316
15	Rosewood (Pvt) Limited-Account No.1		1,699,900	0.307
16	J.B. Cocoshell (Pvt) Ltd		1,635,407	0.295
17	DFCC Bank PLC A/C 1		1,529,567	0.276
18	Invenco Capital Private Limited		1,343,535	0.242
19	Mr. M. Keil		1,300,000	0.235
20	Mr. A.A. Page		1,259,200	0.227
			496,233,508	89.564
	Others		57,823,628	10.436
	Total		**554,057,136**	**100.000**

Directors' and Chief Executive Officer's holding in shares as at 30 June 2025

Name	No. of Shares	(%)
Mr. G A R D Prasanna	-	-
Mr. N Udage	2,861,235	0.516
Mr. B D A Perera	-	-
Mr. R S Yatawara	8,593	0.002
Mrs. Y Bhaskaran	-	-
Mr. M A J W Jayasekara	-	-
Mrs. Ashwini Natesan	-	-
Mr. D Rangalle	-	-
Ms. Yanika Amarasekara	-	-
Mr. Piyal Dushantha Hennayake	25,000	0.005
Mr. Priyantha Bandara Talwatte	-	-
Mr. J A S S Adhihetty	424,480	0.077

Public Holding percentage as at 30 June 2025 being 21.36% comprising of 5,298 shareholders.

The Float adjusted market capitalisation as at 30 June 2025 – Rs.15,357,966,961.50

The Float adjusted market capitalization of the Company falls under Option 1 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.

Corporate Information

NAME OF COMPANY

L B Finance PLC

LEGAL FORM

Public Limited Liability Company Incorporated in Sri Lanka under the provisions of the Companies Ordinance No. 51 of 1938 (Cap 145) and reregistered as per the Companies Act No. 07 of 2007 on 6th June 2008.

A Licensed Finance Company under the Finance Business Act No. 42 of 2011.

A registered Financed Leasing Establishment in terms of Finance Leasing Act No. 56 of 2000.

STOCK EXCHANGE LISTING

The Company was admitted to the official list of the Colombo Stock Exchange on 30th December, 1997, in which the Company's Ordinary Shares are listed currently.

DATE OF INCORPORATION

30th May 1971

COMPANY REGISTRATION NUMBER

PQ 156

TAX PAYER IDENTIFICATION NUMBER

104033431

VAT REGISTRATION NUMBER

104033431 7000

CENTRAL BANK REGISTRATION NUMBER

RFC 1003

PRINCIPAL ACTIVITIES

The Company provides a comprehensive range of financial services encompassing acceptance of Fixed Deposits, maintenance of Savings Accounts, providing Finance Leases and Vehicle Loan Facilities, Mortgage Loans, Gold Loans, Personal Loans, other Credit Facilities, Digital Financial Services and Value-Added Services.

Principal Activities of the Company's Subsidiaries

L B Microfinance Myanmar Company Limited - carries on Microfinance lending in Myanmar.

REGISTERED OFFICE

No. 275/75, Prof. Stanley Wijesundara Mawatha, Colombo 07.
Tel: 011- 2 200 000 Fax: 011-5 345 327

CORPORATE OFFICE

No. 20, Dharmapala Mawatha, Colombo 03.
Tel: 011-2 155 000 Fax: 011-2 575 098

OUTLETS

Branches - 217

WEBSITE

www.lbfinance.com

FINANCIAL YEAR END

31 March

CREDIT RATING

The Company has been assigned

A-(lka) Stable by Fitch Ratings

Lanka Limited

BOARD OF DIRECTORS AND BOARD APPOINTED COMMITTEES

Board of Directors

Mr. G A R D Prasanna
(Chairman)

Mr. Ashane Jayasekara
(Independent Non-Executive Director/ Senior Director)

Mr. Niroshan Udage
(Managing Director)

Mr. B D A Perera
(Executive Director)

Mr. Ravindra Yatawara
(Executive Director)

Mrs. Yogadinusha Bhaskaran
(Non-Executive Director)

Mrs. Ashwini Natesan
(Independent Non-Executive Director)

Mr. Dharmadasa Rangalle
(Non-Executive Director)

Mrs. Yanika Amarasekera
(Independent Non-Executive Director)

Mr. P B Talwatte
(Non-Executive Director)

Mr. P D Hennayake
(Independent Non-Executive Director)

Mr. Sumith Adhihetty
(Resigned w.e.f. 03 July 2025)

Company Secretary

Mrs. Deborah Corera

Board Audit Committee

Mr. Ashane Jayasekara (Chairman)

Mrs. Yogadinusha Bhaskaran

Mrs. Ashwini Natesan

Board Human Resource and Remuneration Committee

Mrs. Yanika Amarasekera (Chairperson)

Mr. G A R D Prasanna

Mr. Ashane Jayasekara

Mr. P B Talwatte

Board Nomination and Governance Committee

Mr. Ashane Jayasekara (Chairman)

Mrs. Ashwini Natesan

Mr. G A R D Prasanna

Board Related Party Transaction Review Committee

Mrs. Ashwini Natesan (Chairperson)

Mr. Dharmadasa Rangalle

Mr. P D Hennayake

Board Integrated Risk Management Committee

Mrs. Ashwini Natesan (Chairperson)

Mr. Ashane Jayasekara

Mrs. Yogadinusha Bhaskaran

REGISTRARS

Central Depository Systems (Pvt) Limited
Ground Floor, M & M Centre,
341/5, Kotte Road, Rajagiriya.
Tel: 011-2356444
Fax: 011-2440396
Email: registrars@cse.lk

CORPORATE MEMBERSHIPS AND ASSOCIATIONS

The Finance Houses Association of Sri Lanka

Leasing Association of Sri Lanka

The Ombudsman Sri Lanka (Guarantee) Limited

Mercantile Cricket Association

Mercantile Football Association

EXTERNAL AUDITORS

Messrs KPMG
Chartered Accountants,
No. 32A, Sir Mohamed Macan Markar Mawatha, Colombo 03.

INTERNAL AUDITORS

Internal Audit Department of the Company under the scrutiny of the Chief Internal Auditor.

BANKERS

Bank of Ceylon

Commercial Bank of Ceylon PLC

DFCC Bank PLC

Hatton National Bank PLC

MCB Bank Limited

National Development Bank PLC

Nations Trust Bank PLC

Pan Asia Banking Corporation PLC

People's Bank

Sampath Bank PLC

Seylan Bank PLC

Standard Chartered Bank

Union Bank of Colombo PLC

Habib Bank Limited

Public Bank Berhad

SUBSIDIARY COMPANIES

LB Microfinance Myanmar Company Limited

(Company incorporated in the Republic of the Union of Myanmar)

Company registration number of subsidiary

844 FC of 2016-2017 (YGN)

Registered office of subsidiary

No 40,
Mulashwedagar Street,
Khittaya Myothit Quarter,
Pyay Township,
Bago Region,
Myanmar

Board of directors of subsidiary

Mr. Niroshan Udage

Mr. B D A Perera

Mr. Ravindra Yatawara

Mrs. Daw Khin Than Win

Mr. U Kyaw Kyaw



www.lbfinance.com