Senkadagala Finance PLC

Interim Financial Statements for the period ended 30 June 2026

Statement of profit or loss

For the three month period ended 30 June	Company			Group		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Gross income	**2,991,347,001**	**2,543,618,740**	**18**	**3,105,843,611**	**2,633,789,179**	**18**
Interest income	2,545,990,339	2,186,235,312	**16**	2,546,719,309	2,186,466,271	**16**
Interest expense	(989,344,790)	(681,087,594)	**45**	(989,571,469)	(681,055,000)	**45**
Net interest income	1,556,645,549	1,505,147,718	**3**	1,557,147,840	1,505,411,271	**3**
Fee and commission income	21,714,434	21,492,497	**1**	113,037,864	89,076,046	**27**
Fee and commission expense	(15,519,180)	(13,922,104)	**11**	(15,519,180)	(13,922,104)	**11**
Net fee and commission income	6,195,254	7,570,393	**18**	97,518,684	75,153,942	**30**
Net gains from trading	16,706,457	19,321,252	**(14)**	16,706,457	33,007,132	**(49)**
Net gains from financial instruments at fair value through profit or loss	211,482,185	263,334,804	**(20)**	233,496,176	272,149,845	**(14)**
Other operating income	195,453,586	53,234,875	**267**	195,883,805	53,089,885	**269**
Net other operating income	423,642,228	335,890,931	**26**	446,086,438	358,246,862	**25**
Total operating income	1,986,483,031	1,848,609,042	**7**	2,100,752,962	1,938,812,075	**8**
Impairment charges and other credit losses	(212,979,303)	(140,586,182)	**51**	(212,993,622)	(140,591,685)	**51**
Net operating income	1,773,503,728	1,708,022,860	**4**	1,887,759,340	1,798,220,390	**5**
Personnel expenses	(505,696,161)	(345,602,867)	**46**	(531,007,162)	(366,293,808)	**45**
Depreciation and amortisation	(108,086,418)	(79,299,688)	**36**	(110,635,090)	(81,760,129)	**35**
Other operating expenses	(302,897,308)	(214,712,317)	**41**	(309,593,943)	(221,027,804)	**40**
Operating profit before taxation on financial services	856,823,841	1,068,407,988	**(20)**	936,523,145	1,129,138,649	**(17)**
Taxes on financial services	(215,274,541)	(261,246,019)	**(18)**	(215,274,541)	(261,246,019)	**(18)**
Operating profit after taxation on financial services	641,549,300	807,161,969	**(21)**	721,248,604	867,892,630	**(17)**
Share of profit of associate, net of tax	(827,939)	6,564,127	**(113)**	(827,939)	6,564,127	**(113)**
Profit before income tax	640,721,361	813,726,096	**(21)**	720,420,665	874,456,757	**(18)**
Income tax expense	(168,093,148)	(348,583,630)	**(52)**	(187,696,106)	(358,633,071)	**(48)**
Profit for the period	472,628,213	465,142,466	**2**	532,724,559	515,823,686	**3**
Basic/diluted earnings per share	5.25	5.18	**1**	5.92	5.75	**3**

Figures in brackets in 2026 and 2025 columns indicate deductions.
The above figures are provisional and subject to audit.

Statement of other comprehensive income

For the three month period ended 30 June	Company			Group		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Profit for the period	472,628,213	465,142,466	**2**	532,724,559	515,823,686	**3**
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Actuarial loss on defined benefit plans	-	-	-	-	-	-
Deferred tax effect on actuarial loss	-	-	-	-	-	-
Other comprehensive income for the period, net of tax	-	-		-	-	
Total comprehensive income for the period	472,628,213	465,142,466	**2**	532,724,559	515,823,686	**3**

Figures in brackets in 2026 and 2025 columns indicate deductions.
The above figures are provisional and subject to audit.

Statement of financial position

As at	Company			Group		
	30.06.2026	**31.03.2026**	**30.06.2025**	**30.06.2026**	**31.03.2026**	**30.06.2025**
	Rs.	**Rs.** (Audited)	**Rs.**	**Rs.**	**Rs.** (Audited)	**Rs.**
Assets						
Cash and cash equivalents	682,553,196	2,215,917,602	1,008,783,764	753,227,525	2,262,645,096	1,037,206,863
Financial assets at amortised cost - Deposits with licensed financial institutions	1,008,583,594	1,344,583,596	1,243,928,809	1,016,635,649	1,352,632,912	1,251,991,275
Financial assets at amortised cost - Reverse repurchase agreements	356,073,379	4,007,106,057	3,710,809,196	356,073,379	4,007,106,057	3,710,809,196
Financial assets held at fair value through profit or loss	3,811,042,660	2,632,459,335	1,961,523,805	4,377,582,138	3,144,272,550	2,297,280,759
Financial assets at amortised cost - Finance leases and hire purchases	37,212,582,727	34,632,044,335	28,022,963,404	37,208,525,725	34,627,734,808	28,017,876,853
Financial assets at amortised cost - Other loans and receivables	6,992,952,442	6,573,030,996	3,475,497,610	6,993,388,925	6,573,597,829	3,475,929,425
Financial assets measured at fair value through other comprehensive income	215,156,298	215,156,298	157,110,004	215,156,298	215,156,298	157,110,004
Financial assets at amortised cost - Other financial instruments	1,042,778,393	1,331,650,154	1,216,058,083	1,042,778,393	1,331,650,154	1,216,058,083
Investments in subsidiaries	51,729,600	51,729,600	51,729,600	-	-	-
Investment in associate	204,346,063	205,174,002	182,475,427	204,346,063	205,174,002	182,475,427
Investment property	383,733,555	385,237,875	343,209,437	383,733,555	385,237,875	343,209,437
Property, plant and equipment	1,672,717,733	1,656,156,950	1,412,219,300	1,681,622,912	1,664,140,390	1,418,894,406
Intangible assets	39,597,564	42,082,674	42,580,239	39,888,201	42,395,961	42,961,478
Right-of-use assets	770,916,498	715,078,661	529,639,066	794,128,185	740,369,289	561,166,515
Deferred tax assets	585,342,451	506,658,743	371,636,118	588,397,663	509,678,741	373,123,264
Other assets	935,858,083	555,519,131	422,602,589	954,696,066	576,345,303	436,780,595
Total assets	55,965,964,236	57,069,586,009	44,152,766,451	56,610,180,677	57,638,137,265	44,522,873,580
Liabilities						
Due to banks	23,836,512,395	26,222,263,371	15,172,225,408	23,836,512,395	26,222,356,396	15,172,225,408
Financial liabilities at amortised cost - Due to depositors	14,816,724,728	14,087,686,236	13,392,287,242	14,771,724,728	14,042,686,236	13,327,812,282
Financial liabilities at amortised cost - Other borrowings	-	-	1,161,454,355	-	-	1,161,454,355
Subordinated term loan	1,591,323,976	1,544,229,310	1,590,250,487	1,591,323,976	1,544,229,310	1,590,250,487
Lease liabilities	709,348,500	670,617,997	514,134,984	731,223,641	693,852,091	541,045,214
Current tax payable	513,196,463	511,869,042	876,675,641	553,530,217	544,330,613	894,123,937
Other liabilities	1,198,262,115	1,209,260,011	857,787,704	1,226,683,536	1,229,583,123	865,226,377
Employee retirement benefits	256,504,990	252,197,186	196,012,650	270,393,197	265,035,068	206,797,437
Total liabilities	42,921,873,167	44,498,123,153	33,760,828,471	42,981,391,690	44,542,072,837	33,758,935,497
Equity						
Stated capital	3,460,135,125	3,460,135,125	2,424,777,045	3,460,135,125	3,460,135,125	2,424,777,045
Statutory reserve fund	776,036,033	776,036,033	676,036,033	776,036,033	776,036,033	676,036,033
Fair value reserve	(34,211,596)	(34,211,596)	(74,844,002)	(34,211,596)	(34,211,596)	(74,844,002)
Retained earnings	8,842,131,507	8,369,503,294	7,365,968,904	9,426,829,425	8,894,104,866	7,737,969,007
Total equity	13,044,091,069	12,571,462,856	10,391,937,980	13,628,788,987	13,096,064,428	10,763,938,083
Total liabilities and equity	55,965,964,236	57,069,586,009	44,152,766,451	56,610,180,677	57,638,137,265	44,522,873,580
Net assets per share	**143.98**	**138.77**	**120.44**	**150.44**	**144.56**	**124.76**

Figures in brackets indicate deductions.
The above figures are provisional and subject to audit, unless otherwise stated.

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007, as amended.

P K Rajapaksa
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board.

N Vasantha Kumar
Chairman

S K Balasuriya
Executive Director/ Chief Executive Officer

Colombo, Sri Lanka
13 August 2026

Statement of changes in equity

	Stated capital	Statutory reserve fund	Fair value reserve	Restated retained earnings	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Company					
Balance as at 1 April 2025	2,424,777,045	676,036,033	(74,844,002)	6,900,826,438	9,926,795,514
Total comprehensive income for the period					
Profit for the period	-	-	-	465,142,466	465,142,466
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	465,142,466	465,142,466
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2025	2,424,777,045	676,036,033	(74,844,002)	7,365,968,904	10,391,937,980
Balance as at 1 April 2026	3,460,135,125	776,036,033	(34,211,596)	8,369,503,294	12,571,462,856
Total comprehensive income for the period					
Profit for the period	-	-	-	472,628,213	472,628,213
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	472,628,213	472,628,213
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2026	3,460,135,125	776,036,033	(34,211,596)	8,842,131,507	13,044,091,069
Group					
Balance as at 1 April 2025	2,424,777,045	676,036,033	(74,844,002)	7,222,145,321	10,248,114,397
Total comprehensive income for the period					
Profit for the period	-	-	-	515,823,686	515,823,686
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	515,823,686	515,823,686
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2025	2,424,777,045	676,036,033	(74,844,002)	7,737,969,007	10,763,938,083
Balance as at 1 April 2026	3,460,135,125	776,036,033	(34,211,596)	8,894,104,866	13,096,064,428
Total comprehensive income for the period					
Profit for the period	-	-	-	532,724,559	532,724,559
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	532,724,559	532,724,559
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	-	-
Total contributions from and distributions to equity holders	-	-	-	-	-
Balance as at 30 June 2026	3,460,135,125	776,036,033	(34,211,596)	9,426,829,425	13,628,788,987

Figures in brackets indicate deductions.
The above figures are provisional and subject to audit.

Statement of cash flows

For the period ended 30 June	Company		Group	
	2026	**2025**	**2026**	**2025**
	Rs.	**Rs.**	**Rs.**	**Rs.**
Cash flows from operating activities				
Interest and commission receipts	2,388,536,488	2,210,578,584	2,480,588,888	2,278,393,092
Interest payments	(875,041,219)	(583,037,734)	(874,257,620)	(581,760,281)
Recoveries of bad debts	18,234,855	14,021,731	18,234,855	14,021,731
Other operating income	10,690,970	9,383,961	10,408,919	9,101,910
Operating expenses	(534,827,123)	(499,788,617)	(541,523,758)	(506,104,104)
Cash payments to employees	(499,400,357)	(333,223,945)	(523,661,033)	(352,952,148)
Operating cash flow before changes in operating assets and liabilities (Note A)	508,193,614	817,933,980	569,790,251	860,700,200
Changes in operating assets and liabilities				
Net funds advanced to customers	(3,032,634,762)	(1,540,127,033)	(3,032,771,256)	(1,540,376,851)
Net deposits from customers	729,038,492	43,572,775	729,038,492	43,202,487
Net deposits with licensed financial institutions	371,177,967	(24,098,817)	371,175,228	(24,102,105)
Government and other securities	3,939,904,439	(932,663,189)	3,939,904,439	(932,663,189)
Other assets	(380,338,952)	(237,580,928)	(378,350,763)	(238,475,757)
Other liabilities	38,373,030	56,742,088	46,474,039	56,719,641
	1,665,520,214	(2,634,155,104)	1,675,470,179	(2,635,695,774)
Net cash flow from operating activities before taxation	2,173,713,828	(1,816,221,124)	2,245,260,430	(1,774,995,574)
Taxes paid	(294,820,361)	(182,709,512)	(306,589,050)	(190,968,151)
Employee retirement benefits paid	(1,988,000)	(6,313,900)	(1,988,000)	(6,313,900)
Net cash generated from/(used in) operating activities	1,876,905,467	(2,005,244,536)	1,936,683,380	(1,972,277,625)
Cash flows from investing activities				
Net investment in trading securities	(950,394,682)	(216,864,524)	(983,106,953)	(245,001,586)
Dividends received	16,609,261	6,716,139	17,321,531	6,853,200
Purchase of property, plant and equipment	(91,479,971)	(66,722,097)	(92,848,792)	(66,890,797)
Proceeds from sale of property, plant and equipment	132,847,456	17,449,152	132,847,456	17,449,152
Addition of right-of-use assets	(33,203,334)	(24,926,767)	(33,203,334)	(24,926,767)
Proceeds from right-of-use assets	345,000	-	345,000	-
Net cash used in investing activities	(925,276,270)	(284,348,097)	(958,645,092)	(312,516,798)
Cash flows from financing activities				
Borrowings obtained	3,000,000,000	4,500,000,000	3,000,000,000	4,500,000,000
Repayment of borrowings	(5,384,514,318)	(1,927,082,600)	(5,384,514,318)	(1,927,082,600)
Repayment of lease liabilities	(57,983,046)	(44,174,062)	(60,352,277)	(46,543,293)
Net cash (used in)/generated from financing activities	(2,442,497,364)	2,528,743,338	(2,444,866,595)	2,526,374,107

Figures in brackets indicate deductions.
The above figures are provisional and subject to audit.

Statement of cash flows (Continued)

For the period ended 30 June	Company		Group	
	2026	**2025**	**2026**	**2025**
	Rs.	**Rs.**	**Rs.**	**Rs.**
Net (decrease)/increase in cash and cash equivalents	(1,490,868,167)	239,150,705	(1,466,828,307)	241,579,684
Cash and cash equivalents at the beginning of the period	2,058,653,927	668,521,974	2,105,288,396	694,516,094
Cash and cash equivalents at the end of the period	567,785,760	907,672,679	638,460,089	936,095,778
Reconciliation of cash and cash equivalents				
Cash and cash equivalents (Note B)	693,935,412	1,008,895,267	764,609,741	1,037,318,366
Bank overdrafts	(126,149,652)	(101,222,588)	(126,149,652)	(101,222,588)
	567,785,760	907,672,679	638,460,089	936,095,778
Note A				
Reconciliation of operating profit				
Profit before income tax	640,721,361	813,726,096	720,420,665	874,456,757
Depreciation and amortisation	108,086,418	79,299,688	110,635,090	81,760,129
Dividends received	(16,609,261)	(6,716,139)	(17,321,531)	(6,853,200)
Net profit on disposal of property, plant and equipment	(114,679,078)	(17,449,153)	(114,679,078)	(17,449,153)
Profit on disposal of right-of-use assets	(61,457)	-	(61,457)	-
Provision for retirement benefit plan	6,295,804	5,332,338	7,346,129	6,295,076
Impairment charge on financial assets	211,843,209	137,724,589	211,857,528	137,730,092
Net gain from trading	(16,706,457)	(19,321,252)	(16,706,457)	(33,007,132)
Net gain from financial instruments designated at FVTPL	(211,482,185)	(263,334,804)	(233,496,176)	(272,149,845)
Unrealised gain from foreign currency conversion	(35,177,965)	(5,663,891)	(35,177,965)	(5,663,891)
Interest expenses on lease liabilities	26,449,324	19,946,344	27,459,602	21,191,203
Share of profit of associate, net of tax	827,939	(6,564,127)	827,939	(6,564,127)
Net interest accrued for leases, hire purchases, other loans and receivables	(179,168,285)	2,850,775	(179,168,285)	2,850,775
Accrued interest on borrowings	40,759,581	31,050,080	40,759,581	31,050,080
Accrued interest on subordinated debt instruments	47,094,666	47,053,436	47,094,666	47,053,436
	508,193,614	817,933,980	569,790,251	860,700,200
Note B				
Cash and cash equivalents				
Gross cash and cash equivalents	693,935,412	1,008,895,267	764,609,741	1,037,318,366
Less: Allowance for impairment losses	(11,382,216)	(111,503)	(11,382,216)	(111,503)
Net cash and cash equivalents	682,553,196	1,008,783,764	753,227,525	1,037,206,863

Net cash and cash equivalents are reported in the Statement of Financial Position.

Figures in brackets indicate deductions.
The above figures are provisional and subject to audit.

Financial instruments – Classification and fair values

Financial instruments classifications and fair values - Company

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	30-Jun-26						31-Mar-26					
	Carrying amount Rs.				Fair value Rs.		Carrying amount Rs.				Fair value Rs.	
	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level
Financial assets measured at fair value												
Investments in equity securities - quoted	1,559,554,065	-	-	1,559,554,065	1,559,554,065	Level 1	1,356,586,230	-	-	1,356,586,230	1,356,586,230	Level 1
Investments in equity securities - unquoted	-	215,156,298	-	215,156,298	215,156,298	Level 3	-	215,156,298	-	215,156,298	215,156,298	Level 3
Investments in unit trusts - unquoted	2,251,488,595	-	-	2,251,488,595	2,251,488,595	Level 2	1,275,873,105	-	-	1,275,873,105	1,275,873,105	Level 2
	3,811,042,660	215,156,298	-	4,026,198,958	4,026,198,958		2,632,459,335	215,156,298	-	2,847,615,633	2,847,615,633	
Financial assets not measured at fair value												
Cash and cash equivalents	-	-	682,553,196	682,553,196	-		-	-	2,215,917,602	2,215,917,602	-	
Deposits with licensed financial institutions	-	-	1,008,583,594	1,008,583,594	-		-	-	1,344,583,596	1,344,583,596	-	
Reverse repurchase agreements	-	-	356,073,379	356,073,379	-		-	-	4,007,106,057	4,007,106,057	-	
Finance leases and hire purchases	-	-	37,212,582,727	37,212,582,727	36,288,243,725	Level 3	-	-	34,632,044,335	34,632,044,335	33,737,353,246	Level 3
Other loans and receivables	-	-	6,992,952,442	6,992,952,442	6,893,104,508	Level 3	-	-	6,573,030,996	6,573,030,996	6,485,025,975	Level 3
Investment in government treasury bills	-	-	1,035,722,288	1,035,722,288	1,029,860,429	Level 1	-	-	1,324,108,184	1,324,108,184	1,323,174,936	Level 1
Investments in debentures	-	-	7,056,105	7,056,105	8,671,686	Level 3	-	-	7,541,970	7,541,970	8,725,159	Level 3
Other financial assets	-	-	185,583,095	185,583,095	-		-	-	124,550,080	124,550,080	-	
	-	-	47,481,106,826	47,481,106,826	44,219,880,349		-	-	50,228,882,820	50,228,882,820	41,554,279,316	
Financial liabilities not measured at fair value												
Term deposits from customers	-	-	13,072,959,563	13,072,959,563	13,260,642,257	Level 3	-	-	13,282,140,100	13,282,140,100	13,476,416,286	Level 3
Savings deposits from customers	-	-	1,743,765,165	1,743,765,165	-		-	-	805,546,136	805,546,136	-	
Short term and floating rated borrowings	-	-	21,167,407,563	21,167,407,563	-		-	-	23,106,795,818	23,106,795,818	-	
Fixed rated borrowings	-	-	4,260,428,808	4,260,428,808	4,258,505,354	Level 3	-	-	4,659,789,888	4,659,789,888	4,795,246,413	Level 3
Lease liabilities	-	-	709,348,500	709,348,500	-		-	-	670,617,997	670,617,997	-	
Other financial liabilities	-	-	981,218,179	981,218,179	-		-	-	1,072,282,812	1,072,282,812	-	
	-	-	41,935,127,778	41,935,127,778	17,519,147,611		-	-	43,597,172,751	43,597,172,751	18,271,662,699	

Financial instruments – Classification and fair values

Financial instruments classifications and fair values - Group

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	30-Jun-26						31-Mar-26					
	Carrying amount Rs.				Fair value Rs.		Carrying amount Rs.				Fair value Rs.	
	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level	Designated at FVTPL	Designated at FVOCI	Designated at Amortised Cost	Total	Total	Level
Financial assets measured at fair value												
Investments in equity securities - quoted	1,559,554,065	-	-	1,559,554,065	1,559,554,065	Level 1	1,356,586,230	-	-	1,356,586,230	1,356,586,230	Level 1
Investments in equity securities - unquoted	-	215,156,298	-	215,156,298	215,156,298	Level 3	-	215,156,298	-	215,156,298	215,156,298	Level 3
Investments in unit trusts - unquoted	2,818,028,073	-	-	2,818,028,073	2,818,028,073	Level 2	1,787,686,320	-	-	1,787,686,320	1,787,686,320	Level 2
	4,377,582,138	215,156,298	-	4,592,738,436	4,592,738,436		3,144,272,550	215,156,298	-	3,359,428,848	3,359,428,848	
Financial assets not measured at fair value												
Cash and cash equivalents	-	-	753,227,525	753,227,525	-		-	-	2,262,645,096	2,262,645,096	-	
Deposits with licensed financial institutions	-	-	1,016,635,649	1,016,635,649	-		-	-	1,352,632,912	1,352,632,912	-	
Reverse repurchase agreements	-	-	356,073,379	356,073,379	-		-	-	4,007,106,057	4,007,106,057	-	
Finance leases and hire purchases	-	-	37,208,525,725	37,208,525,725	36,284,445,876	Level 3	-	-	34,627,734,808	34,627,734,808	33,733,303,491	Level 3
Other loans and receivables	-	-	6,993,388,925	6,993,388,925	6,893,540,991	Level 3	-	-	6,573,597,829	6,573,597,829	6,485,592,808	Level 3
Investment in government treasury bills	-	-	1,035,722,288	1,035,722,288	1,029,860,429	Level 1	-	-	1,324,108,184	1,324,108,184	1,323,174,936	Level 1
Investments in debentures	-	-	7,056,105	7,056,105	8,671,686	Level 3	-	-	7,541,970	7,541,970	8,725,159	Level 3
Other financial assets	-	-	200,432,947	200,432,947	-		-	-	142,000,210	142,000,210	-	
	-	-	47,571,062,543	47,571,062,543	44,216,518,982		-	-	50,297,367,066	50,297,367,066	41,550,796,394	
Financial liabilities not measured at fair value												
Term deposits from customers	-	-	13,027,959,563	13,027,959,563	13,215,642,257	Level 3	-	-	13,237,140,100	13,237,140,100	13,431,416,286	Level 3
Savings deposits from customers	-	-	1,743,765,165	1,743,765,165	-		-	-	805,546,136	805,546,136	-	
Short term and floating rated borrowings	-	-	21,167,407,563	21,167,407,563	-		-	-	23,106,795,818	23,106,795,818	-	
Fixed rated borrowings	-	-	4,260,428,808	4,260,428,808	4,258,505,354	Level 3	-	-	4,659,789,888	4,659,789,888	4,795,246,413	Level 3
Lease liabilities	-	-	731,223,641	731,223,641	-		-	-	693,852,091	693,852,091	-	
Other financial liabilities	-	-	1,111,507,912	1,111,507,912	-		-	-	1,074,737,989	1,074,737,989	-	
	-	-	42,042,292,652	42,042,292,652	17,474,147,611		-	-	43,577,862,022	43,577,862,022	18,226,662,699	

Segment report

As at 30 June	Finance leasing and hire purchase		Margin trading		Gold-backed loans		Other loans and receivables		Investments		Insurance Brokering		Unit trust management		Unallocated		Total	
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Revenue																		
From external customers;																		
Interest	2,257,405,337	1,995,455,587	114,689,084	51,145,121	40,420,101	26,009,740	74,221,376	43,283,520	59,064,203	70,107,715	569,804	178,751	349,404	285,837	-	-	2,546,719,309	2,186,466,271
Trading	-	-	-	-	-	-	-	-	16,706,457	33,007,132	-	-	-	-	-	-	16,706,457	33,007,132
Fee and commissions	21,714,434	21,492,497	-	-	-	-	-	-	-	-	48,411,619	36,408,381	42,911,811	31,175,168	-	-	113,037,864	89,076,046
Rent	-	-	-	-	-	-	-	-	7,605,050	7,406,076	-	-	-	-	-	-	7,605,050	7,406,076
Dividends	-	-	-	-	-	-	-	-	17,321,531	6,853,200	-	-	-	-	-	-	17,321,531	6,853,200
Other income	15,448,070	12,486,746	-	-	-	-	2,786,785	1,534,985	383,353,219	295,262,889	-	-	-	-	2,865,326.00	1,695,834.00	404,453,400	310,980,454
Total revenue	2,294,567,841	2,029,434,830	114,689,084	51,145,121	40,420,101	26,009,740	77,008,161	44,818,505	484,050,460	412,637,012	48,981,423	36,587,132	43,261,215	31,461,005	2,865,326	1,695,834	3,105,843,611	2,633,789,179
Profit before tax																	720,420,665	874,456,757
Taxation																	(187,696,106)	(358,633,071)
Profit after tax																	532,724,559	515,823,686
Segment Assets	37,208,525,725	28,017,876,853	4,054,127,264	1,880,052,457	1,056,654,904	643,367,602	1,882,170,274	952,077,551	8,734,029,239	10,269,914,300	366,249,597	177,056,147	333,751,498	249,865,101	2,974,672,176	2,332,663,569	56,610,180,677	44,522,873,580
Segment Liabilities	32,646,622,819	26,278,503,090	1,631,771,874	671,698,371	575,088,593	340,683,764	1,095,655,723	888,936,755	6,886,966,910	5,404,849,513	32,233,254	10,225,743	72,423,973	52,494,942	40,628,544	111,543,319	42,981,391,690	33,758,935,497
Information on Cash flows																		
Operating activities	(946,505,101)	(12,065,449)	(328,898,262)	(80,093,060)	(85,723,002)	(22,406,116)	82,770,700	(2,177,624)	3,669,185,314	(1,608,238,480)	(1,044,841)	(8,381,555)	17,252,968	9,128,976	(470,354,396)	(248,044,317)	1,936,683,380	(1,972,277,625)
Investing activities	-	-	-	-	-	-	-	-	(832,592,966)	(220,699,234)	-	-	-	-	-	-	(832,592,966)	(220,699,234)
Capital expenditure	(82,977,411)	(58,350,643)	(9,040,965)	(3,907,494)	(2,356,409)	(1,339,891)	(4,197,361)	(1,990,762)	(19,477,448)	(21,388,348)	(1,753,971)	-	385,150	(168,700)	(6,633,711)	(4,671,726)	(126,052,126)	(91,817,564)
Financing activities	-	-	-		-	-	-	-	-	-	-	-	-	-	(2,444,866,595)	2,526,374,107	(2,444,866,595)	2,526,374,107
Net cash flow	(1,029,482,512)	(70,416,092)	(337,939,227)	(84,000,554)	(88,079,411)	(23,746,007)	78,573,339	(4,168,386)	2,817,114,900	(1,850,326,062)	(2,798,812)	(8,381,555)	17,638,118	8,960,276	(2,921,854,702)	2,273,658,064	(1,466,828,307)	241,579,684
Depreciation and amortisation	(84,062,871)	(64,979,601)	(9,159,234)	(4,360,254)	(2,387,234)	(1,492,111)	(4,252,268)	(2,208,077)	(1,504,320)	(1,057,187)	(101,807)	(21,019)	(2,446,867)	(2,439,422)	(6,720,489)	(5,202,458)	(110,635,090)	(81,760,129)
Impairment charges and other credit losses	(208,598,906)	(137,765,822)	-	-	(1,471,743)	(629,645)	(2,422,973)	(2,196,218)	-	-	-	-	-	-	(500,000)	-	(212,993,622)	(140,591,685)

Selected key performance indicators

As at 30 June	2026	2025
Regulatory Capital Adequacy		
Core Capital - Tier 1 (Rs. '000)	11,562,533	9,169,377
Total Capital Base - Tier 1 and 2 (Rs. '000)	12,597,994	10,530,585
Core Capital Adequacy Ratio, (Min. Req. 8.50%)	19.90%	21.79%
Total Capital Adequacy Ratio, (Min. Req. 12.50%)	21.68%	25.03%
Capital Funds to Deposit Liabilities Ratio, (Min. Req. 10.00%)	85.03%	78.63%
Quality of Loan Portfolio		
Gross Stage 3 Loans Ratio	5.25%	7.61%
Net Stage 3 Loans Ratio	2.62%	3.27%
Net Stage 3 Loans to Core Capital Ratio	10.78%	12.29%
Stage 3 Impairment Coverage Ratio	50.09%	57.05%
Total Impairment Coverage Ratio	7.14%	8.68%
Profitability		
Net Interest Margin	12.79%	17.74%
Return on Assets (before taxes)	6.06%	10.76%
Return on Equity	14.76%	19.34%
Cost to Income Ratio	46.56%	35.09%
Liquidity		
Required Minimum Amount of Liquid Assets (Rs. '000)	1,709,174	2,106,514
Available Liquid Assets (Rs. '000)	2,750,363	7,479,256
Available Liquid Assets to Required Liquid Assets	160.92%	355.05%
Liquid Assets to External Funds	6.83%	23.88%
Leverage		
Debt-to-Equity Ratio (times)	1.95	1.72
Interest Cover (times)	1.65	2.19
Memorandum information		
Number of Employees	1,212	1,037
Number of Branches	150	125
External Credit Rating by Fitch Ratings Lanka Limited	BBB (lka) Stable outlook	BBB (lka) Stable outlook

There are no regulatory restrictions or penalties imposed by the Central Bank of Sri Lanka over the operations of the Company.

The above figures are provisional and subject to audit.

Performance overview

The Company recorded a net profit of Rs. 472.6 Mn for the three months ended 30 June 2026, representing a marginal increase over the corresponding period of the previous year. Interest income increased by 16% year-on-year to Rs. 2,545.9 Mn, driven by growth in the leasing, hire purchase, margin trading and gold loan portfolios. Higher funding costs resulted in interest expense increasing by 45% to Rs. 989.3 Mn, limiting the growth in net interest income to 3%, which amounted to Rs. 1,556.6 Mn. Other operating income rose by 26% to Rs. 423.6 Mn, primarily due to higher gains on the disposal of property, plant and equipment.

While asset quality continued to improve during the period, impairment charges and other credit losses increased by 51% compared to the corresponding period of the previous year. This increase was mainly attributable to the expansion of the Company's loan portfolio from Rs. 31.5 Bn to Rs. 44.2 Bn year-on-year, together with the maintenance of prudent provision coverage levels under the expected credit loss framework.

In line with the growth in the loan portfolio, external borrowings, excluding deposits, also increased to support the continued expansion of the Company's asset base. The expansion of business operations, including the growth of the branch network, resulted in higher personnel expenses, depreciation, amortisation and other operating expenses during the period.

Credit quality indicators strengthened further during the period, with the gross Stage 3 loan ratio declining to 5.25% from 7.61% a year earlier. The Company also maintained liquidity and capital adequacy ratios above the regulatory minimum requirements throughout the period. These results reflect the continued expansion of the Company's core lending operations while maintaining prudent risk management and regulatory capital and liquidity buffers.

Notes to the financial statements

1 General

The financial statements of the Company and the Group are prepared on the basis of the accounting policies and methods of computation applied in the year ended March 31, 2026 and are in accordance with Sri Lanka Accounting Standards (LKASs/SLFRSs). The interim financial statements are prepared in compliance with Sri Lanka Accounting Standard - LKAS 34 on "Interim Financial Reporting".

2 Changes in the Board of Directors of the Company

2.1 Appointment of Directors

Mr. C. P. Jayatilake was appointed as an Independent Non-Executive Director of the Company with effect from 1 April 2026, in terms of the Finance Business Act Directions No. 06 of 2021 (Assessment of Fitness and Propriety of Key Responsible Persons).

Mr. S. Balasuriya was appointed as a Non-Independent Non-Executive Director of the Company with effect from 1 April 2026, in terms of the Finance Business Act Directions No. 06 of 2021 (Assessment of Fitness and Propriety of Key Responsible Persons).

2.2 Appointment of Chairman

Mr. N. Vasantha Kumar, an Independent Non-Executive Director, was appointed as Chairman of the Board with effect from 1 April 2026, following the retirement of Mr. R. Senanayake on 31 March 2026, upon completion of his nine-year term of service, in compliance with Section 3.3 of the Finance Business Act Directions No. 05 of 2021.

3 There were no material changes in the composition of assets, liabilities and contingent liabilities during the period.

4 All known expenses have been provided for in these financial statements.

5 The shareholders approved a final dividend of Rs. 2.80 per share, for the financial year ended 31 March 2026 at the Annual General Meeting held on 30 July 2026. The dividend is expected to be dispatched to the shareholders on 19 August 2026.

6 Share information

6.1 Directors' shareholdings

The number of shares held by the members of the Board of Directors and their close family members are as follows;

As at 30 June	2026	2025
1. Ms. L. Fernando & Ms. S. A. Fernando	1,821,842	1,735,089
2. Ms. L. Fernando & Mr. A. R. Fernando	1,821,841	1,735,088
3. Ms. L. Fernando & Ms. A. L. Fernando	1,821,841	1,735,088
4. Mr. S. K. Balasuriya*	3,111,528	N/A
5. Mr. R. Senanayake (Retired with effect from 31.03.2026)	Nil	Nil
6. Mr. N. V. Kumar	Nil	Nil
7. Dr. (Ms.) R. A. Perera	Nil	Nil
8. Mr. A. Herath	Nil	Nil
9. Ms. D. G. Wijayawardana	Nil	Nil
10. Ms. K. A. Chellaraja	Nil	Nil
11. Mr. C. P. Jayatilake (Appointed with effect from 01.04.2026)	Nil	N/A
12. Mr. S. Balasuriya** (Appointed with effect from 01.04.2026)	3,111,525	N/A

* As at 30 June 2025, Mr. S K Balasuriya held 2,963,360 shares jointly with Mr. L Balasuriya who passed away on 14 December 2025.

** Holds shares jointly with Dr. A Balasuriya.

6 Share information (Continued)

6.2 Key Management Personnel Shareholdings

As at 30 June	2026	2025
1. Mr. L. Balasuriya (Deceased) & Mr. S. K. Balasuriya	N/A	2,963,360
2. Mr. L. Balasuriya (Deceased) & Ms. A. S. Balasuriya	N/A	2,963,358
3. Mr. L. Balasuriya (Deceased) - The Trustee of the Capitalisation Issue	N/A	16
4. Mr. P. P. K. Ikiriwatte	17,825	16,977
5. Mr. J. K. Jayatileke	17,811	16,963

6.3 Stated Capital

Stated capital is represented by the number of shares in issue as set out below:

As at 30 June	2026	2025
Ordinary shares	90,593,826	86,279,834

6.4 The 20 largest shareholders of the Company as at June 30, 2026 were:

Shareholder	Number of Shares	%
1. E. W. Balasuriya & Co. (Pvt) Limited	47,020,462	51.90
2. Hallsville Frontier Equities Ltd	7,088,562	7.82
3. Dr. (Mrs.) G. Madan Mohan	6,223,056	6.87
4. Mr. R. Balasuriya	6,223,054	6.87
5. Late Dr. M. Balasuriya	4,172,046	4.61
6. Dr. A. Balasuriya & Mr. D. Balasuriya	3,111,528	3.43
7. Mr. S. K. Balasuriya	3,111,528	3.43
8. Mr. L. Balasuriya (Deceased) & Ms. A. S. Balasuriya	3,111,525	3.43
9. Dr. A. Balasuriya & Mr. S. Balasuriya	3,111,525	3.43
10. Ms. L. Fernando & Ms. S. A. Fernando	1,821,842	2.01
11. Ms. L. Fernando & Mr. A. R. Fernando	1,821,841	2.01
12. Ms. L. Fernando & Ms. A. L. Fernando	1,821,841	2.01
13. Mr. D. K. C. R. Fernando	750,080	0.83
14. Mrs. C. Fernando	194,498	0.21
15. Mr. K. G. K. Hewamallika	172,888	0.19
16. Mr. S. V. W. B. K. Sirimalwatta	138,696	0.15
17. Global Stanford Campus (Pvt) Ltd	47,260	0.05
18. Mr. M. M. Ariyaratne	38,411	0.04
19. Mrs. M. D. Nandani	36,824	0.04
20. People's Leasing and Finance PLC / M. K. P. N. A. Perera	27,357	0.03
Sub total	**90,044,824**	**99.39**
Other shareholders	549,002	0.61
Total	**90,593,826**	**100.00**

6.5 The float adjusted market capitalisation and public holding

As at 30 June	2026	2025	Minimum Requirement
The float adjusted market capitalisation (Rs.)	7,834,848,502	8,307,272,629	1 Bn
Public holding percentage	21.42%	21.42%	7.5%
Number of public shareholders	1,219	228	200

The float adjusted market capitalisation of the Company falls under Option 1 of Rule 7.13.1 (b) of the Listing Rules of the Colombo Stock Exchange. As at 31 March 2026, the Company is in compliance with the minimum public holding requirement therein.

6 Share information (Continued)

6.6 Information on ratios and share prices

As at 30 June	2026	2025
Dividend per share (Rs.)	Nil	Nil
Net Assets per share (Rs.)	143.98	120.44
Market Prices (Rs.)		
- Highest price	499.75	512.75
- Lowest price	392.50	360.00
- Last traded price	403.75	449.50

7 Events after the reporting period

There were no material events that occurred after the reporting period that require adjustment to or disclosure in the Financial Statements.