Senkadagala Finance PLC

Interim Financial Statements for the period ended 30 September 2026

Statement of profit or loss

For the three month period ended 30 September	Company			Group		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Gross income	**2,791,652,054**	**2,689,662,563**	**4**	**2,875,451,535**	**2,810,021,525**	**2**
Interest income	2,728,634,872	2,321,068,718	**18**	2,729,752,347	2,321,435,608	**18**
Interest expense	(1,106,307,459)	(737,228,009)	**50**	(1,106,475,597)	(737,422,173)	**50**
Net interest income	1,622,327,413	1,583,840,709	**2**	1,623,276,750	1,584,013,435	**2**
Fee and commission income	18,570,884	22,843,303	**(19)**	118,551,598	104,142,618	**14**
Fee and commission expense	(14,062,430)	(16,410,710)	**(14)**	(14,062,430)	(16,410,710)	**(14)**
Net fee and commission income	4,508,454	6,432,593	**(30)**	104,489,168	87,731,908	**19**
Net gain from trading	21,292,078	27,799,140	**(23)**	24,277,418	28,131,971	**(14)**
Net gain from financial instruments designated at fair value through profit or loss	(84,103,452)	244,350,394	**(134)**	(104,762,228)	282,992,372	**(137)**
Other operating income	107,257,672	73,601,008	**46**	107,632,400	73,318,956	**47**
Net other operating income	44,446,298	345,750,542	**(87)**	27,147,590	384,443,299	**(93)**
Total operating income	1,671,282,165	1,936,023,844	**(14)**	1,754,913,508	2,056,188,642	**(15)**
Impairment reversals/(charges) and other credit losses	404,068,180	(198,175,547)	**(304)**	404,033,898	(198,117,491)	**(304)**
Net operating income	2,075,350,345	1,737,848,297	**19**	2,158,947,406	1,858,071,151	**16**
Personnel expenses	(736,858,952)	(403,306,083)	**83**	(746,499,068)	(419,003,970)	**78**
Depreciation and amortisation	(112,256,203)	(79,970,658)	**40**	(114,859,971)	(82,415,619)	**39**
Other operating expenses	(320,343,405)	(284,764,034)	**12**	(328,937,684)	(292,086,650)	**13**
Operating profit before taxation on financial services	905,891,785	969,807,522	**(7)**	968,650,683	1,064,564,912	**(9)**
Taxes on financial services	(264,669,515)	(270,899,459)	**(2)**	(264,669,515)	(270,899,459)	**(2)**
Operating profit after taxation on financial services	641,222,270	698,908,063	**(8)**	703,981,168	793,665,453	**(11)**
Share of (loss)/profit of associate, net of tax	(3,234,869)	19,197,781	**(117)**	(3,234,869)	19,197,781	**(117)**
Profit before income tax	637,987,401	718,105,844	**(11)**	700,746,299	812,863,234	**(14)**
Income tax expense	(300,730,690)	(202,685,543)	**48**	(321,216,680)	(227,121,784)	**41**
Profit for the period	337,256,711	515,420,301	**(35)**	379,529,619	585,741,450	**(35)**
Basic/diluted earnings per share	3.74	5.74	**(35)**	4.20	6.53	**(36)**

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 September	Company			Group		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Profit for the period	337,256,711	515,420,301	**(35)**	379,529,619	585,741,450	**(35)**
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Tax effect on changes in fair value of equity investments at fair value through other comprehensive income	5,039,313	-	**100**	5,039,313	-	**100**
Other comprehensive income for the period, net of tax	5,039,313	-	**100**	5,039,313	-	**100**
Total comprehensive income for the period	342,296,024	515,420,301	**(34)**	384,568,932	585,741,450	**(34)**

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

Statement of profit or loss

For the period ended 30 September	Company			Group		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Gross income	**5,782,999,055**	**5,233,281,303**	**11**	**5,981,295,146**	**5,443,810,704**	**10**
Interest income	5,274,625,211	4,507,304,030	**17**	5,276,471,656	4,507,901,879	**17**
Interest expense	(2,095,652,249)	(1,418,315,603)	**48**	(2,096,047,066)	(1,418,477,173)	**48**
Net interest income	3,178,972,962	3,088,988,427	**3**	3,180,424,590	3,089,424,706	**3**
Fee and commission income	40,285,318	44,335,800	**(9)**	231,589,462	193,218,664	**20**
Fee and commission expense	(29,581,610)	(30,332,814)	**(2)**	(29,581,610)	(30,332,814)	**(2)**
Net fee and commission income	10,703,708	14,002,986	**(24)**	202,007,852	162,885,850	**24**
Net gains from trading	37,998,535	47,120,392	**(19)**	40,983,875	61,139,103	**(33)**
Net gains from financial instruments at fair value through profit or loss	127,378,733	507,685,198	**(75)**	128,733,948	555,142,217	**(77)**
Other operating income	302,711,258	126,835,883	**139**	303,516,205	126,408,841	**140**
Net other operating income	468,088,526	681,641,473	**(31)**	473,234,028	742,690,161	**(36)**
Total operating income	3,657,765,196	3,784,632,886	**(3)**	3,855,666,470	3,995,000,717	**(3)**
Impairment reversals/(charges) and other credit losses	191,088,877	(338,761,729)	**(156)**	191,040,276	(338,709,176)	**(156)**
Net operating income	3,848,854,073	3,445,871,157	**12**	4,046,706,746	3,656,291,541	**11**
Personnel expenses	(1,242,555,113)	(748,908,950)	**66**	(1,277,506,230)	(785,297,778)	**63**
Depreciation and amortisation	(220,342,621)	(159,270,346)	**38**	(225,495,061)	(164,175,748)	**37**
Other operating expenses	(623,240,713)	(499,476,351)	**25**	(638,531,627)	(513,114,454)	**24**
Operating profit before taxation on financial services	1,762,715,626	2,038,215,510	**(14)**	1,905,173,828	2,193,703,561	**(13)**
Taxes on financial services	(479,944,056)	(532,145,478)	**(10)**	(479,944,056)	(532,145,478)	**(10)**
Operating profit after taxation on financial services	1,282,771,570	1,506,070,032	**(15)**	1,425,229,772	1,661,558,083	**(14)**
Share of (loss)/profit of associate, net of tax	(4,062,808)	25,761,908	**(116)**	(4,062,808)	25,761,908	**(116)**
Profit before income tax	1,278,708,762	1,531,831,940	**(17)**	1,421,166,964	1,687,319,991	**(16)**
Income tax expense	(468,823,838)	(551,269,173)	**(15)**	(508,912,786)	(585,754,855)	**(13)**
Profit for the period	809,884,924	980,562,767	**(17)**	912,254,178	1,101,565,136	**(17)**
Basic/diluted earnings per share	8.97	10.92	**(18)**	10.11	12.27	**(18)**

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 period ended 30 September	Company			Group		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Profit for the period	809,884,924	980,562,767	**(17)**	912,254,178	1,101,565,136	**(17)**
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Tax effect on changes in fair value of equity investments at fair value through other comprehensive income	5,039,313	-	**100**	5,039,313	-	**100**
Other comprehensive income for the period, net of tax	5,039,313	-	**100**	5,039,313	-	**100**
Total comprehensive income for the period	814,924,237	980,562,767	**(17)**	917,293,491	1,101,565,136	**(17)**

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		
	30.09.2026	**31.03.2026**	**30.09.2025**	**30.09.2026**	**31.03.2026**	**30.09.2025**
	Rs.	**Rs.** (Audited)	**Rs.**	**Rs.**	**Rs.** (Audited)	**Rs.**
Assets						
Cash and cash equivalents	485,465,670	2,215,917,602	692,368,170	517,885,154	2,262,645,096	741,961,218
Financial assets at amortised cost - Deposits with licensed financial institutions	1,016,769,388	1,344,583,596	1,273,068,400	1,024,852,676	1,352,632,912	1,281,120,455
Financial assets at amortised cost - Reverse repurchase agreements	5,571,033,165	4,007,106,057	3,503,817,937	5,571,033,165	4,007,106,057	3,503,817,937
Financial assets held at fair value through profit or loss	3,242,222,096	2,632,459,335	2,164,164,154	3,855,588,136	3,144,272,550	2,593,895,916
Financial assets at amortised cost - Finance leases and hire purchases	39,637,198,573	34,632,044,335	30,055,510,780	39,633,385,581	34,627,734,808	30,050,715,045
Financial assets at amortised cost - Other loans and receivables	7,303,933,100	6,573,030,996	5,112,062,876	7,304,098,900	6,573,597,829	5,112,298,056
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	1,047,792,509	1,331,650,154	1,239,402,246	1,047,792,509	1,331,650,154	1,239,402,246
Investments in subsidiaries	51,729,600	51,729,600	51,729,600	-	-	-
Investment in associate	201,111,194	205,174,002	201,673,208	201,111,194	205,174,002	201,673,208
Investment property	382,040,648	385,237,875	342,152,250	382,040,648	385,237,875	342,152,250
Property, plant and equipment	1,843,179,985	1,656,156,950	1,460,911,307	1,853,288,924	1,664,140,390	1,468,194,865
Intangible assets	37,131,303	42,082,674	47,052,894	37,399,296	42,395,961	47,411,484
Right-of-use assets	748,317,555	715,078,661	526,621,989	769,450,302	740,369,289	556,070,498
Deferred tax assets	464,341,154	506,658,743	439,243,205	467,400,956	509,678,741	440,970,744
Other assets	522,382,786	555,519,131	453,339,414	540,383,407	576,345,303	468,918,158
Total assets	62,769,805,024	57,069,586,009	47,720,228,434	63,420,867,146	57,638,137,265	48,205,712,084
Liabilities						
Due to banks	31,262,742,550	26,222,263,371	19,089,508,516	31,262,742,550	26,222,356,396	19,089,508,516
Financial liabilities at amortised cost - Due to depositors	14,527,379,611	14,087,686,236	14,009,734,716	14,482,379,611	14,042,686,236	13,964,734,716
Subordinated term loan	1,638,947,465	1,544,229,310	1,637,830,956	1,638,947,465	1,544,229,310	1,637,830,956
Lease liabilities	700,109,986	670,617,997	513,089,853	720,594,034	693,852,091	538,824,351
Current tax payable	320,334,423	511,869,042	460,143,399	338,413,365	544,330,613	485,494,166
Employee retirement benefits	261,615,447	252,197,186	195,152,762	276,580,182	265,035,068	207,060,201
Other liabilities	925,951,162	1,209,260,011	1,148,993,486	941,514,733	1,229,583,123	1,174,163,180
Total liabilities	49,637,080,644	44,498,123,153	37,054,453,688	49,661,171,940	44,542,072,837	37,097,616,086
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	(29,172,283)	(34,211,596)	(74,844,002)	(29,172,283)	(34,211,596)	(74,844,002)
Retained earnings	8,925,725,505	8,369,503,294	7,639,805,670	9,552,696,331	8,894,104,866	8,082,126,922
Total equity	13,132,724,380	12,571,462,856	10,665,774,746	13,759,695,206	13,096,064,428	11,108,095,998
Total liabilities and equity	62,769,805,024	57,069,586,009	47,720,228,434	63,420,867,146	57,638,137,265	48,205,712,084
Net assets per share	**144.96**	**138.77**	**123.62**	**151.88**	**144.56**	**128.74**

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
12 November 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	-	-	-	980,562,767	980,562,767
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	980,562,767	980,562,767
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	(241,583,535)	(241,583,535)
Total contributions from and distributions to equity holders	-	-	-	(241,583,535)	(241,583,535)
Balance as at 30 September 2025	2,424,777,045	676,036,033	(74,844,002)	7,639,805,670	10,665,774,746
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	-	-	-	809,884,924	809,884,924
Other comprehensive income, net of tax	-	-	5,039,313	-	5,039,313
Total comprehensive income for the period	-	-	5,039,313	809,884,924	814,924,237
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	(253,662,713)	(253,662,713)
Total contributions from and distributions to equity holders	-	-	-	(253,662,713)	(253,662,713)
Balance as at 30 September 2026	3,460,135,125	776,036,033	(29,172,283)	8,925,725,505	13,132,724,380
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	-	-	-	1,101,565,136	1,101,565,136
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,101,565,136	1,101,565,136
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	(241,583,535)	(241,583,535)
Total contributions from and distributions to equity holders	-	-	-	(241,583,535)	(241,583,535)
Balance as at 30 September 2025	2,424,777,045	676,036,033	(74,844,002)	8,082,126,922	11,108,095,998
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	-	-	-	912,254,178	912,254,178
Other comprehensive income, net of tax	-	-	5,039,313	-	5,039,313
Total comprehensive income for the period	-	-	5,039,313	912,254,178	917,293,491
Transactions with equity holders recognised directly in equity					
Dividends to equity holders	-	-	-	(253,662,713)	(253,662,713)
Total contributions from and distributions to equity holders	-	-	-	(253,662,713)	(253,662,713)
Balance as at 30 September 2026	3,460,135,125	776,036,033	(29,172,283)	9,552,696,331	13,759,695,206

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

Statement of cash flows

For the period ended 30 September	Company		Group	
	2026	**2025**	**2026**	**2025**
	Rs.	**Rs.**	**Rs.**	**Rs.**
Cash flows from operating activities				
Interest and commission receipts	5,128,993,861	4,649,473,820	5,322,144,450	4,798,954,533
Interest payments	(1,905,861,881)	(1,270,316,661)	(1,904,268,282)	(1,268,039,873)
Recoveries of bad debts	38,141,473	48,982,202	38,141,473	48,982,202
Other operating income	21,507,816	20,058,910	20,943,713	19,494,807
Operating expenses	(1,128,550,564)	(1,073,798,047)	(1,143,841,478)	(1,087,436,150)
Cash payments to employees	(1,229,920,352)	(737,822,750)	(1,262,744,616)	(772,126,188)
Operating cash flow before changes in operating assets and liabilities (Note A)	924,310,353	1,636,577,474	1,070,375,260	1,739,829,331
Changes in operating assets and liabilities				
Net funds advanced to customers	(5,362,766,612)	(5,493,416,626)	(5,362,910,715)	(5,493,702,569)
Net deposits from customers	439,693,375	661,020,249	439,693,375	680,124,921
Net deposits with licensed financial institutions	354,288,480	(49,061,806)	354,254,508	(49,054,683)
Government and other securities	(1,280,069,463)	(749,016,093)	(1,280,069,463)	(749,016,093)
Other assets	33,136,345	(268,317,753)	35,961,896	(270,613,320)
Other liabilities	(273,446,686)	330,051,340	(278,203,527)	347,762,443
	(6,089,164,561)	(5,568,740,689)	(6,091,273,926)	(5,534,499,301)
Net cash flow from operating activities before taxation	(5,164,854,208)	(3,932,163,215)	(5,020,898,666)	(3,794,669,970)
Taxes paid	(632,993,587)	(825,238,492)	(687,507,668)	(850,273,823)
Employee retirement benefits paid	(3,216,500)	(12,927,650)	(3,216,500)	(12,927,650)
Net cash used in operating activities	(5,801,064,295)	(4,770,329,357)	(5,711,622,834)	(4,657,871,443)
Cash flows from investing activities				
Net investment in trading securities	(444,385,493)	(147,355,340)	(541,597,762)	(230,492,402)
Dividends received	24,323,368	7,549,267	25,035,638	7,686,328
Purchase of property, plant and equipment	(321,798,549)	(155,623,988)	(324,873,314)	(156,744,511)
Purchase of intangible assets	-	(6,902,104)	-	(6,902,104)
Proceeds from sale of property, plant and equipment	210,080,866	40,406,211	210,737,646	40,406,211
Addition of right-of-use assets	(36,443,334)	(34,816,567)	(36,443,334)	(34,816,567)
Proceeds from right-of-use assets	695,000	-	695,000	-
Net cash used in investing activities	(567,528,142)	(296,742,521)	(666,446,126)	(380,863,045)
Cash flows from financing activities				
Borrowings obtained	14,000,000,000	16,000,000,000	14,000,000,000	16,000,000,000
Repayment of borrowings	(8,885,075,381)	(10,565,979,823)	(8,885,075,381)	(10,565,979,823)
Repayment of lease liabilities	(116,156,497)	(88,730,187)	(120,894,959)	(93,468,649)
Dividends paid	(243,532,844)	(224,071,342)	(243,532,844)	(224,071,342)
Net cash generated from financing activities	4,755,235,278	5,121,218,648	4,750,496,816	5,116,480,186

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

Statement of cash flows (Continued)

For the period ended 30 September	Company		Group	
	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.
Net (decrease)/increase in cash and cash equivalents	(1,613,357,159)	54,146,770	(1,627,572,144)	77,745,698
Cash and cash equivalents at the beginning of the period	2,058,653,927	624,610,419	2,105,288,396	650,604,539
Cash and cash equivalents at the end of the period	445,296,768	678,757,189	477,716,252	728,350,237
Reconciliation of cash and cash equivalents				
Cash and cash equivalents (Note B)	496,847,886	692,479,673	529,267,370	742,072,721
Bank overdrafts	(51,551,118)	(13,722,484)	(51,551,118)	(13,722,484)
	445,296,768	678,757,189	477,716,252	728,350,237
Note A				
Reconciliation of operating profit				
Profit before income tax	1,278,708,762	1,531,831,940	1,421,166,964	1,687,319,991
Depreciation and amortisation	220,342,621	159,270,346	225,495,061	164,175,748
Dividends received	(24,323,368)	(7,549,267)	(25,035,638)	(7,686,328)
Net profit on disposal of property, plant and equipment	(191,748,870)	(40,405,011)	(192,405,650)	(40,405,011)
Profit on disposal of right-of-use assets	(515,459)	-	(515,459)	-
Provision for retirement benefit plan	12,634,761	11,086,200	14,761,614	13,171,590
Impairment (reversal)/charge on financial assets	(186,873,062)	327,329,679	(186,824,461)	327,277,126
Net gain from trading	(37,998,535)	(47,120,392)	(40,983,875)	(61,139,103)
Net gain from financial instruments designated at FVTPL	(127,378,733)	(507,685,198)	(128,733,948)	(555,142,217)
Net gain on auction of gold-backed loan collateral	-	(411,354)	-	(411,354)
Unrealised gain from foreign currency conversion	(26,474,272)	(9,840,493)	(26,474,272)	(9,840,493)
Interest expenses on lease liabilities	52,922,880	40,088,878	54,911,296	42,527,236
Share of profit of associate, net of tax	4,062,808	(25,761,908)	4,062,808	(25,761,908)
Net interest accrued for leases, hire purchases, other loans and receivables	(185,916,668)	97,833,990	(185,916,668)	97,833,990
Accrued interest on borrowings	42,149,333	13,276,159	42,149,333	13,276,159
Accrued interest on subordinated debt instruments	94,718,155	94,633,905	94,718,155	94,633,905
	924,310,353	1,636,577,474	1,070,375,260	1,739,829,331
Note B				
Cash and cash equivalents				
Gross cash and cash equivalents	496,847,886	692,479,673	529,267,370	742,072,721
Less: Allowance for impairment losses	(11,382,216)	(111,503)	(11,382,216)	(111,503)
Net cash and cash equivalents	485,465,670	692,368,170	517,885,154	741,961,218

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-Sep-26						31-Mar-26					
	Carrying amount Rs.				Fair value Rs.		Carrying amount Rs.				Fair value Rs.	
	Measured at FVTPL	Measured at FVOCI	Measured at Amortised Cost	Total	Total	Level	Measured at FVTPL	Measured at FVOCI	Measured at Amortised Cost	Total	Total	Level
Financial assets measured at fair value												
Investments in equity securities - quoted	1,510,868,033	-	-	1,510,868,033	1,510,868,033	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	1,731,354,063	-	-	1,731,354,063	1,731,354,063	Level 2	1,275,873,105	-	-	1,275,873,105	1,275,873,105	Level 2
	3,242,222,096	215,156,298	-	3,457,378,394	3,457,378,394		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	-	-	485,465,670	485,465,670	-		-	-	2,215,917,602	2,215,917,602	-	
Deposits with licensed financial institutions	-	-	1,016,769,388	1,016,769,388	-		-	-	1,344,583,596	1,344,583,596	-	
Reverse repurchase agreements	-	-	5,571,033,165	5,571,033,165	-		-	-	4,007,106,057	4,007,106,057	-	
Finance leases and hire purchases	-	-	39,637,198,573	39,637,198,573	38,301,750,608	Level 3	-	-	34,632,044,335	34,632,044,335	33,737,353,246	Level 3
Other loans and receivables	-	-	7,303,933,100	7,303,933,100	7,178,505,771	Level 3	-	-	6,573,030,996	6,573,030,996	6,485,025,975	Level 3
Investment in government treasury bills	-	-	1,040,245,200	1,040,245,200	1,037,447,820	Level 1	-	-	1,324,108,184	1,324,108,184	1,323,174,936	Level 1
Investments in debentures	-	-	7,547,309	7,547,309	8,185,219	Level 3	-	-	7,541,970	7,541,970	8,725,159	Level 3
Other financial assets	-	-	108,605,506	108,605,506	-		-	-	124,550,080	124,550,080	-	
	-	-	55,170,797,911	55,170,797,911	46,525,889,418		-	-	50,228,882,820	50,228,882,820	41,554,279,316	
Financial liabilities not measured at fair value												
Term deposits from customers	-	-	13,324,677,228	13,324,677,228	13,532,291,206	Level 3	-	-	13,282,140,100	13,282,140,100	13,476,416,286	Level 3
Savings deposits from customers	-	-	1,202,702,383	1,202,702,383	-		-	-	805,546,136	805,546,136	-	
Short-term and floating-rate borrowings	-	-	29,078,104,924	29,078,104,924	-		-	-	23,106,795,818	23,106,795,818	-	
Fixed-rate borrowings	-	-	3,823,585,091	3,823,585,091	3,817,077,291	Level 3	-	-	4,659,789,888	4,659,789,888	4,795,246,413	Level 3
Lease liabilities	-	-	700,109,986	700,109,986	-		-	-	670,617,997	670,617,997	-	
Other financial liabilities	-	-	734,002,936	734,002,936	-		-	-	1,072,282,812	1,072,282,812	-	
	-	-	48,863,182,548	48,863,182,548	17,349,368,497		-	-	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-Sep-26						31-Mar-26					
	Carrying amount Rs.				Fair value Rs.		Carrying amount Rs.				Fair value Rs.	
	Measured at FVTPL	Measured at FVOCI	Measured at Amortised Cost	Total	Total	Level	Measured at FVTPL	Measured at FVOCI	Measured at Amortised Cost	Total	Total	Level
Financial assets measured at fair value												
Investments in equity securities - quoted	1,510,868,033	-	-	1,510,868,033	1,510,868,033	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	2,344,720,103	-	-	2,344,720,103	2,344,720,103	Level 2	1,787,686,320	-	-	1,787,686,320	1,787,686,320	Level 2
	3,855,588,136	215,156,298	-	4,070,744,434	4,070,744,434		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	-	-	517,885,154	517,885,154	-		-	-	2,262,645,096	2,262,645,096	-	
Deposits with licensed financial institutions	-	-	1,024,852,676	1,024,852,676	-		-	-	1,352,632,912	1,352,632,912	-	
Reverse repurchase agreements	-	-	5,571,033,165	5,571,033,165	-		-	-	4,007,106,057	4,007,106,057	-	
Finance leases and hire purchases	-	-	39,633,385,581	39,633,385,581	38,298,187,965	Level 3	-	-	34,627,734,808	34,627,734,808	33,733,303,491	Level 3
Other loans and receivables	-	-	7,304,098,900	7,304,098,900	7,178,671,571	Level 3	-	-	6,573,597,829	6,573,597,829	6,485,592,808	Level 3
Investment in government treasury bills	-	-	1,040,245,200	1,040,245,200	1,037,447,820	Level 1	-	-	1,324,108,184	1,324,108,184	1,323,174,936	Level 1
Investments in debentures	-	-	7,547,309	7,547,309	8,185,219	Level 3	-	-	7,541,970	7,541,970	8,725,159	Level 3
Other financial assets	-	-	123,734,532	123,734,532	-		-	-	142,000,210	142,000,210	-	
	-	-	55,222,782,517	55,222,782,517	46,522,492,576		-	-	50,297,367,066	50,297,367,066	41,550,796,394	
Financial liabilities not measured at fair value												
Term deposits from customers	-	-	13,279,677,228	13,279,677,228	13,487,291,206	Level 3	-	-	13,237,140,100	13,237,140,100	13,431,416,286	Level 3
Savings deposits from customers	-	-	1,202,702,383	1,202,702,383	-		-	-	805,546,136	805,546,136	-	
Short-term and floating-rate borrowings	-	-	29,078,104,924	29,078,104,924	-		-	-	23,106,795,818	23,106,795,818	-	
Fixed-rate borrowings	-	-	3,823,585,091	3,823,585,091	3,817,077,291	Level 3	-	-	4,659,789,888	4,659,789,888	4,795,246,413	Level 3
Lease liabilities	-	-	720,594,034	720,594,034	-		-	-	693,852,091	693,852,091	-	
Other financial liabilities	-	-	743,771,960	743,771,960	-		-	-	1,074,737,989	1,074,737,989	-	
	-	-	48,848,435,620	48,848,435,620	17,304,368,497		-	-	43,577,862,022	43,577,862,022	18,226,662,699	

Segment report

As at 30 September	Finance leasing and hire purchase		Margin trading		Gold-backed loans		Other loans and receivables		Investments		Insurance Brokering		Unit trust management		Unallocated		Total	
	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.
Revenue																		
From external customers;																		
Interest	4,649,338,561	4,100,526,739	243,444,435	115,785,860	83,679,517	53,745,083	152,773,595	91,173,913	145,020,076	145,614,485	1,427,127	446,130	788,345	609,669	-	-	5,276,471,656	4,507,901,879
Trading	-	-	-	-	-	-	-	-	40,983,875	61,139,103	-	-	-	-	-	-	40,983,875	61,139,103
Fee and commissions	40,285,318	44,335,800	-	-	-	-	-	-	-	-	105,146,135	75,650,839	86,158,009	73,232,025	-	-	231,589,462	193,218,664
Rent	-	-	-	-	-	-	-	-	15,608,048	14,812,151	-	-	-	-	-	-	15,608,048	14,812,151
Dividends	-	-	-	-	-	-	-	-	25,035,638	7,686,328	-	-	-	-	-	-	25,035,638	7,686,328
Other income	33,142,949	42,987,591	-	-	-	-	4,998,524	5,994,611	347,613,870	605,387,721	-	-	-	-	5,851,124	4,682,656	391,606,467	659,052,579
Total revenue	4,722,766,828	4,187,850,130	243,444,435	115,785,860	83,679,517	53,745,083	157,772,119	97,168,524	574,261,507	834,639,788	106,573,262	76,096,969	86,946,354	73,841,694	5,851,124	4,682,656	5,981,295,146	5,443,810,704
Profit before tax																	1,421,166,964	1,687,319,991
Taxation																	(508,912,786)	(585,754,855)
Profit after tax																	912,254,178	1,101,565,136
Segment Assets	39,633,385,581	30,050,715,045	4,012,267,255	3,242,972,958	1,200,641,021	687,555,207	2,091,024,824	1,181,534,711	13,556,436,586	10,389,352,400	377,374,056	265,577,032	329,228,626	276,427,397	2,220,509,197	2,111,577,334	63,420,867,146	48,205,712,084
Segment Liabilities	40,466,640,797	29,591,119,714	2,085,933,705	827,558,923	717,001,089	384,133,460	1,351,857,481	207,733,108	4,920,512,694	5,965,440,029	20,683,556	27,219,245	48,546,447	61,081,853	49,996,171	33,329,754	49,661,171,940	37,097,616,086
Information on Cash flows																		
Operating activities	(1,432,880,664)	(764,452,231)	(359,712,088)	(420,394,075)	(96,810,569)	(59,932,493)	(144,848,502)	11,414,925	(2,803,066,247)	(2,355,384,456)	68,837,046	67,526,284	21,537,546	45,953,682	(964,679,356)	(1,182,603,079)	(5,711,622,834)	(4,657,871,443)
Investing activities	-	-	-	-	-	-	-	-	(209,286,259)	(99,399,862)	(81,843,217)	(65,000,000)	(14,000,002)	(18,000,001)	-	-	(305,129,478)	(182,399,863)
Capital expenditure	(226,397,277)	(124,419,360)	(22,919,222)	(13,426,922)	(6,858,406)	(2,846,694)	(11,944,534)	(4,891,923)	(77,438,258)	(43,015,169)	(1,753,971)	(861,900)	(1,320,794)	(258,623)	(12,684,186)	(8,742,591)	(361,316,648)	(198,463,182)
Financing activities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,750,496,816	5,116,480,186	4,750,496,816	5,116,480,186
Net cash flow	(1,659,277,941)	(888,871,591)	(382,631,310)	(433,820,997)	(103,668,975)	(62,779,187)	(156,793,036)	6,523,002	(3,089,790,764)	(2,497,799,487)	(14,760,142)	1,664,384	6,216,750	27,695,058	3,773,133,274	3,925,134,516	(1,627,572,144)	77,745,698
Depreciation and amortisation	(175,072,975)	(126,699,692)	(17,723,431)	(13,673,009)	(5,303,604)	(2,898,867)	(9,236,706)	(4,981,581)	(3,197,227)	(2,114,374)	(222,997)	(65,347)	(4,929,442)	(4,840,055)	(9,808,679)	(8,902,823)	(225,495,061)	(164,175,748)
Impairment charges and other credit losses	218,230,516	(344,995,323)	-	-	(2,926,148)	(1,085,448)	(23,764,092)	7,371,595	-	-	-	-	-	-	(500,000)	-	191,040,276	(338,709,176)

Selected key performance indicators

As at 30 September	2026	2025
Regulatory Capital Adequacy		
Core Capital - Tier 1 (Rs. '000)	11,690,240	9,123,332
Total Capital Base - Tier 1 and 2 (Rs. '000)	12,729,940	10,472,904
Core Capital Adequacy Ratio, (Min. Req. 8.50%)	19.63%	19.67%
Total Capital Adequacy Ratio, (Min. Req. 12.50%)	21.38%	22.59%
Capital Funds to Deposit Liabilities Ratio, (Min. Req. 10.00%)	87.63%	74.75%
Quality of Loan Portfolio		
Gross Stage 3 Loans Ratio	5.14%	6.58%
Net Stage 3 Loans Ratio	2.63%	2.78%
Net Stage 3 Loans to Core Capital Ratio	11.24%	11.70%
Stage 3 Impairment Coverage Ratio	48.80%	57.70%
Total Impairment Coverage Ratio	6.01%	8.27%
Profitability		
Net Interest Margin	12.09%	15.85%
Return on Assets (before taxes)	5.87%	9.33%
Return on Equity	12.60%	19.05%
Cost to Income Ratio	57.38%	37.69%
Liquidity		
Required Minimum Amount of Liquid Assets (Rs. '000)	2,108,305	1,948,404
Available Liquid Assets (Rs. '000)	8,060,130	6,761,853
Available Liquid Assets to Required Liquid Assets	382.30%	347.05%
Liquid Assets to External Funds	16.99%	19.47%
Leverage		
Debt-to-Equity Ratio (times)	2.51	1.94
Interest Cover (times)	1.61	2.08
Memorandum information		
Number of Employees	1,230	1,088
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

Senkadagala Finance PLC recorded continued growth in its core lending operations during the six months ended 30 September 2026, supported by expansion in its leasing, hire purchase, margin trading and gold-backed lending portfolios. Interest income increased by 17% to Rs. 5,275 Mn, compared to Rs. 4,507 Mn in the corresponding period of the previous year. However, interest expenses rose by 48% to Rs. 2,096 Mn, reflecting higher funding costs and increased funding requirements associated with portfolio growth. Consequently, net interest income increased by a modest 3% to Rs. 3,179 Mn. The Company maintained a healthy Net Interest Margin (NIM) of 12.09%, well above the reported industry average of 9.72%, although lower than the 15.85% recorded in the corresponding period of the previous year.

The Company recorded a net profit of Rs. 810 Mn, compared to Rs. 981 Mn in the corresponding period of the previous year, representing a decline of 17.4%. Profitability was primarily impacted by a reduction of approximately Rs. 380 Mn in fair value gains on financial assets measured at Fair Value Through Profit or Loss (FVTPL), reflecting less favourable market conditions, together with increased operating expenses arising from business expansion. Trading gains also declined by 19%, while other operating income increased by 139% to Rs. 303 Mn, mainly due to higher gains on the disposal of property, plant and equipment.

Operating expenses increased by Rs. 678 Mn (48.2%) compared to the corresponding period of the previous year, reflecting the expansion of the Company's operations, including growth in staff numbers and the branch network from 125 to 150 branches. Personnel expenses increased by 66%, while depreciation and amortisation rose by 38% and other operating expenses by 25%. Together with the reduction in investment-related income, these increases contributed to a rise in the cost-to-income ratio from 37.69% to 57.38%. While the expanded branch network has increased the Company's operating cost base in the near term, it is expected to strengthen market reach and support future business growth as the new branches progressively mature.

Meanwhile, asset quality continued to improve in terms of non-performing loan ratios, with the gross Stage 3 loan ratio declining to 5.14% from 6.58% a year earlier, remaining below the reported industry average of 6.29%. The improvement in credit risk indicators, including lower Probability of Default (PD) estimates following quarterly recalibration, contributed to a net impairment reversal of Rs. 191 Mn, compared to an impairment charge of Rs. 339 Mn in the corresponding period of the previous year. However, both Stage 3 and total impairment coverage ratios declined during the period.

The Company's balance sheet continued to expand, with total assets increasing to Rs. 62.77 Bn as at 30 September 2026, from Rs. 57.07 Bn as at 31 March 2026. Finance leases and hire purchases increased to Rs. 39.64 Bn from Rs. 34.63 Bn over the same period, reflecting sustained demand for the Company's principal lending products. The Company maintained its capital adequacy and liquidity ratios well above the applicable regulatory minimum requirements.

Overall, the Company's performance during the first half of the financial year reflected continued growth in lending and an improvement in Stage 3 loan ratios, against a backdrop of higher funding and operating costs and lower investment-related income. While these factors weighed on profitability, the Company's expanded distribution network, capital position and liquidity provide a foundation for pursuing further growth, with continued emphasis on funding cost management, operating efficiency and prudent credit risk management.

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

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

4 The Board of Directors declared and paid the following dividend.

Year	Dividend	Dividend per share Rs.	Total Dividend Rs.	Date of payment
2025/26	Final dividend	2.80	253,662,713	19-Aug-26

5 Share information

5.1 Directors' shareholdings

The shareholdings of the members of the Board of Directors are as follows;

As at 30 September	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)	N/A	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 September 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.

5.2 Key Management Personnel Shareholdings

As at 30 September	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

5.3 Stated Capital

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

5 Share information (Continued)

5.4 The 20 largest shareholders of the Company as at September 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	137,876	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. N. Nandani	36,824	0.04
20. People's Leasing and Finance PLC / M. K. P. N. A. Perera	27,367	0.03
Sub total	**90,044,014**	**99.39**
Other shareholders	549,812	0.61
Total	**90,593,826**	**100.00**

5.5 The float adjusted market capitalisation and public holding

As at 30 September	2026	2025	Minimum Requirement
The float adjusted market capitalisation (Rs.)	4,405,883,513	11,550,712,777	1 Bn
Public holding percentage	14.55%	21.42%	7.5%
Number of public shareholders	1,202	262	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 applicable up to 4 November 2026. As at 30 September 2026, the Company is in compliance with the minimum public holding requirement therein.

5.6 Information on ratios and share prices

As at 30 September	2026	2025
Net Assets per share (Rs.)	144.96	123.62
Market Prices (Rs.)		
- Highest price	413.00	720.00
- Lowest price	330.00	411.00
- Last traded price	334.25	625.00

6 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.