

# Interim Financial Statements

For the period ended 30 September 2025

# VANGUARD

THREE DECADES OF IMPACTFUL TRANSFORMATION



## Statement of Profit or Loss and Other Comprehensive Income

	For the quarter ended 30 September			For the six months ended 30 September		
	2025 Rs. '000	2024 Rs. '000	Change %	2025 Rs. '000	2024 Rs. '000	Change %
<b>Revenue</b>	<b>7,390,978</b>	<b>6,487,980</b>	<b>14%</b>	<b>14,272,477</b>	<b>12,672,418</b>	<b>13%</b>
Interest income	6,347,158	5,728,151	11%	12,347,384	11,316,525	9%
Less: Interest expense	3,142,428	2,845,002	10%	6,060,430	5,813,141	4%
<b>Net interest income</b>	<b>3,204,730</b>	<b>2,883,149</b>	<b>11%</b>	<b>6,286,954</b>	<b>5,503,384</b>	<b>14%</b>
Fee and commission income	86,129	64,193	34%	176,347	128,462	37%
Other operating income	957,691	695,636	38%	1,748,746	1,227,431	42%
<b>Total operating income</b>	<b>4,248,550</b>	<b>3,642,978</b>	<b>17%</b>	<b>8,212,047</b>	<b>6,859,277</b>	<b>20%</b>
Less : Impairment charges and other credit losses	2,737	(92,419)	103%	242,684	45,821	430%
<b>Net operating income</b>	<b>4,245,813</b>	<b>3,735,397</b>	<b>14%</b>	<b>7,969,363</b>	<b>6,813,456</b>	<b>17%</b>
<b>Less : Operating expenses</b>						
Personnel expenses	794,580	651,977	22%	1,604,895	1,291,474	24%
Premises, equipment and establishment expenses	930,224	897,151	4%	1,825,805	1,673,429	9%
Other expenses	243,022	212,449	14%	427,260	371,818	15%
Total operating expenses	1,967,826	1,761,577	12%	3,857,960	3,336,721	16%
<b>Operating profit before taxes on financial services</b>	<b>2,277,987</b>	<b>1,973,820</b>	<b>15%</b>	<b>4,111,403</b>	<b>3,476,735</b>	<b>18%</b>
Less : Taxes on financial services	659,669	607,975	9%	1,236,691	1,052,975	17%
<b>Profit before tax</b>	<b>1,618,318</b>	<b>1,365,845</b>	<b>18%</b>	<b>2,874,712</b>	<b>2,423,760</b>	<b>19%</b>
Less : Income tax expense	284,990	405,000	-30%	665,565	711,000	-6%
<b>Profit for the period</b>	<b>1,333,328</b>	<b>960,845</b>	<b>39%</b>	<b>2,209,147</b>	<b>1,712,760</b>	<b>29%</b>
<b>Other comprehensive income</b>						
<b>Items that are or may be reclassified subsequently to profit or loss</b>						
Fair value changes in hedge reserve	(46,340)	-	-100%	(70,936)	-	-100%
<b>Items that will not be reclassified to profit or loss</b>						
Financial investments at FVOCI - net change in fair value	(13,815)	(129,975)	89%	134,853	(20,951)	744%
Net actuarial (loss) on defined benefit plan	(6,000)	(6,000)	0%	(12,000)	(12,000)	0%
Total other comprehensive income	(66,155)	(135,975)	51%	51,917	(32,951)	258%
<b>Total comprehensive income for the period</b>	<b>1,267,173</b>	<b>824,870</b>	<b>54%</b>	<b>2,261,064</b>	<b>1,679,809</b>	<b>35%</b>
<b>Earnings per share</b>						
Basic earnings per share (Rs.)	18.59	13.56		30.80	24.17	
Diluted earnings per share (Rs.) *	18.32	13.20		30.36	23.54	

Figures in brackets indicate deductions.

The above figures are subject to audit unless specified.

\* Diluted EPS has computed considering the effect of employee share option scheme.

## Statement of Financial Position

As at	30-09-2025 Rs. '000	Audited 31-03-2025 Rs. '000
<b>Assets</b>		
Cash and cash equivalents	2,744,579	4,582,802
Financial assets measured at fair value through profit or loss (FVTPL)	539,139	-
Derivative financial assets	-	31,712
Loans and receivables to banks	7,040,719	3,671,842
Deposits with financial institutions	14,508,643	18,069,873
Loans and receivables to customers	136,019,544	110,866,909
Other investment securities	6,124,418	9,498,082
Investment properties	495,416	558,091
Property, plant and equipment	4,930,308	4,657,677
Right-of-use assets	908,503	955,841
Intangible assets	343,556	333,470
Other assets	4,544,763	3,710,047
<b>Total assets</b>	<b>178,199,588</b>	<b>156,936,346</b>
<b>Liabilities</b>		
Derivative financial liabilities	7,990	-
Due to banks and financial institutions	49,672,785	32,142,375
Deposits from customers	88,391,141	86,849,204
Subordinated debt	8,599,867	6,969,330
Lease liabilities	964,774	982,001
Current tax liabilities	1,753,348	2,950,940
Deferred tax liabilities	399,104	565,271
Retirement benefit obligation	440,891	553,890
Other liabilities	2,300,141	1,987,046
<b>Total liabilities</b>	<b>152,530,041</b>	<b>133,000,057</b>
<b>Equity</b>		
Stated capital	2,743,565	2,550,492
Reserves	7,124,019	7,352,802
Retained earnings	15,801,963	14,032,995
<b>Total equity</b>	<b>25,669,547</b>	<b>23,936,289</b>
<b>Total liabilities and equity</b>	<b>178,199,588</b>	<b>156,936,346</b>
<b>Net assets value per share (Rs.)</b>	<b>357.92</b>	337.84
<b>Contingencies and commitments</b>	<b>4,664,710</b>	5,252,610

The above figures are subject to audit unless specified.

The financial statements are in compliance with the requirements of the Companies Act No. 7 of 2007 and Finance Business Act No. 42 of 2011.

*Sgd.*

**Ruwan Chandrajith**

Chief Financial Officer

The Board of Directors is responsible for the preparation and the presentation of these Financial Statements.

Approved and signed for and on behalf of the Board

*Sgd.*

**J R Alastair Corera**

Chairman

*Sgd.*

**C M Nanayakkara**

Managing Director/CEO

**7 November 2025**

Colombo

## Statement of Changes in Equity

	Stated Capital	Reserves						Retained Earnings	Total Equity
		Other Capital Reserve	Revaluation Reserve	Fair Value Reserve	Hedge Reserve	Statutory Reserve Fund	Regulatory Loss allowance Reserve		
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 1 April 2024	2,550,492	7,552	761,406	20,554	-	2,647,053	2,369,809	11,850,972	20,207,838
<b>Total comprehensive income for the period</b>									
Profit for the period								1,712,760	1,712,760
Other comprehensive income for the period									
Fair value changes in hedge reserve					-				-
Financial investments at FVOCI - net change in fair value (net of tax)				(20,951)					(20,951)
Net actuarial gain/ (loss) on defined benefit plan								(12,000)	(12,000)
<b>Transactions with equity holders of the Company</b>									
Exercise of share options		9,854							9,854
Dividend to equity holders for the period - 2023/24 - Final								(495,953)	(495,953)
Transfers during the period				(15,050)			11,814	3,236	-
<b>Balance as at 30 September 2024</b>	<b>2,550,492</b>	<b>17,406</b>	<b>761,406</b>	<b>(15,447)</b>	<b>-</b>	<b>2,647,053</b>	<b>2,381,623</b>	<b>13,059,015</b>	<b>21,401,548</b>
Balance as at 1 April 2025	2,550,492	26,584	1,245,149	518,755	12,432	3,448,149	2,101,733	14,032,995	23,936,289
<b>Total comprehensive income for the period</b>									
Profit for the period								2,209,147	2,209,147
Other comprehensive income for the period									
Fair Value Changes in Hedge Reserve (net o tax)					(70,936)				(70,936)
Net increase in revaluation surplus (net o tax)			-						-
Financial investments at FVOCI - net change in fair value				134,853					134,853
Net actuarial gain/ (loss) on defined benefit plan								(12,000)	(12,000)
<b>Transactions with equity holders of the Company</b>									
Exercise of share options	193,073	(12,965)						1,194	181,302
Dividend to equity holders for the period - 2024/25 - Final								(709,108)	(709,108)
Transfers during the period				110,691			(390,426)	279,735	-
<b>Balance as at 30 September 2025</b>	<b>2,743,565</b>	<b>13,619</b>	<b>1,245,149</b>	<b>764,299</b>	<b>(58,504)</b>	<b>3,448,149</b>	<b>1,711,307</b>	<b>15,801,963</b>	<b>25,669,547</b>

Figures in brackets indicate deductions.

## Statement of Cash Flows

For the period ended

	30-09-2025 Rs. '000	30-09-2024 Rs. '000
<b>Cash flow from operating activities</b>		
Interest receipts	12,797,899	12,163,646
Commission receipts	178,091	120,481
Other income receipts	1,538,547	1,182,136
Interest payments	(6,393,187)	(6,131,476)
Fee and business promotion expenses	(345,217)	(284,928)
Employee related payments	(1,529,897)	(1,241,474)
Supplier payments	(3,667,798)	(2,255,492)
Financial expenses	(14,768)	(14,367)
<b>Operating profit before changes in operating assets</b>	<b>2,563,670</b>	<b>3,538,526</b>
<i>(Increase)/Decrease in operating assets</i>		
Investments in financial institutions	192,353	1,480,306
Net funds advanced to customers	(25,845,834)	(11,901,635)
Changes in other short-term assets	(760,741)	(411,893)
Changes in inventories	(72,231)	205,966
	(26,486,453)	(10,627,256)
<b>Increase/(Decrease) in operating liabilities</b>		
Net borrowings	17,530,410	775,271
Net deposits from customers	1,874,694	7,812,112
	19,405,104	8,587,383
<b>Net Cash Generated from / (used in) operating activities</b>	<b>(4,517,679)</b>	<b>1,498,653</b>
Contribution to plan asset	(200,000)	(110,000)
Taxation	(1,607,162)	(944,507)
	(6,324,841)	444,146
<b>Cash flow from investing activities</b>		
Dividend receipts	61,479	45,770
Proceed from employee share options	172,370	-
Proceed /(Investment) in other investment securities	2,834,525	(3,180,896)
Purchase of property, plant and equipment	(499,323)	(457,171)
Proceed from sale of property, plant and equipment	5,028	45,770
<b>Net cash from / (used in) investing activities</b>	<b>2,574,079</b>	<b>(3,546,527)</b>
<b>Cash flow from financing activities</b>		
Dividend paid	(709,108)	(495,953)
Net change in debt securities issued and subordinated debt	1,630,537	3,227,040
<b>Net cash inflows/ (outflows) from financing activities</b>	<b>921,429</b>	<b>2,731,087</b>
Net increase/(decrease) in cash and cash equivalents	(2,829,333)	(371,294)
Cash and cash equivalents at the beginning of the period	4,236,316	3,448,973
<b>Cash and cash equivalents at the end of the period</b>	<b>1,406,983</b>	<b>3,077,679</b>
<b>Cash and cash equivalents at the beginning of the period</b>		
Cash at bank and cash in hand	4,582,802	3,642,333
Bank overdrafts	(346,486)	(193,360)
	4,236,316	3,448,973
<b>Cash and cash equivalents at the end of the period</b>		
Cash at bank and cash in hand	2,744,579	3,177,285
Bank overdrafts	(1,337,596)	(99,606)
	<b>1,406,983</b>	<b>3,077,679</b>

Figures in brackets indicate deductions.

## Segmental Analysis

	Lease and stock out on hire		Loans and advances		Others		Total	
	30-09-2025 Rs. '000	30-09-2024 Rs. '000	30-09-2025 Rs. '000	30-09-2024 Rs. '000	30-09-2025 Rs. '000	30-09-2024 Rs. '000	30-09-2025 Rs. '000	30-09-2024 Rs. '000
Interest	5,827,204	6,116,324	5,529,277	3,721,025	990,903	1,479,177	12,347,384	11,316,525
Non interest income							1,925,093	1,355,893
Segmented revenue	5,827,204	6,116,324	5,529,277	3,721,025	990,903	1,479,177	14,272,477	12,672,418
<b>Total revenue</b>	<b>5,827,204</b>	<b>6,116,324</b>	<b>5,529,277</b>	<b>3,721,025</b>	<b>990,903</b>	<b>1,479,177</b>	<b>14,272,477</b>	<b>12,672,418</b>
Interest cost							6,060,430	5,813,141
Impairment and other credit losses	86,049	19,818	111,642	13,869	44,994	12,133	242,684	45,821
Segment contribution							7,969,363	6,813,456
Depreciation and amortisation	77,769	69,069	100,900	48,337	40,664	42,286	219,333	159,692
Unallocated expenses							3,638,627	3,177,029
Taxes on financial services							1,236,691	1,052,975
Profit from operations							2,874,712	2,423,760
Income tax expenses							665,565	711,000
<b>Profit for the period</b>							<b>2,209,147</b>	<b>1,712,760</b>
Segmented assets	59,205,266	57,048,412	76,814,278	39,924,155	30,957,498	34,926,807	166,977,042	131,899,374
Additions of property, plant and equipment during the year	162,026	240,980	210,217	168,645	84,721	147,535	456,964	557,160
Unallocated assets							10,765,582	9,274,551
<b>Total assets</b>	<b>59,367,292</b>	<b>57,289,392</b>	<b>77,024,495</b>	<b>40,092,800</b>	<b>31,042,219</b>	<b>35,074,343</b>	<b>178,199,588</b>	<b>141,731,085</b>
Segment liabilities	52,344,852	50,328,607	67,913,419	35,221,438	27,370,296	30,812,734	147,628,567	116,362,779
Unallocated liabilities							4,901,474	3,966,758
<b>Total Liabilities</b>	<b>50,590,374</b>	<b>45,107,707</b>	<b>43,885,568</b>	<b>27,496,236</b>	<b>32,466,968</b>	<b>7,497,267</b>	<b>152,530,041</b>	<b>120,329,537</b>

## Fair Value Measurement

	30-09-2025				31-03-2025 (Audited)			
	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Total Rs. '000	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Total Rs. '000
<b>Financial assets</b>								
Financial assets measured at FVTPL								
- Equity Instruments - Quoted Shares	539,139			539,139	-			-
Derivative financial assets		-		-		31,712		31,712
Other investment securities								
- Equity Instruments - Quoted Shares	2,461,400			2,461,400	2,707,357			2,707,357
- Equity Instruments – Unquoted Shares	-		37,910	37,910	-		37,910	37,910
Total financial assets disclosed at fair value	3,000,539	-	37,910	3,038,449	2,707,357	31,712	37,910	2,776,979
<b>Other non-financial assets</b>								
Property Plant and Equipment - Free hold land			2,947,695	2,947,695			2,947,695	2,947,695
Total non-financial assets disclosed at fair value	-	-	2,947,695	2,947,695	-	-	2,947,695	2,947,695
Assets not disclosed at fair value				172,213,444				151,211,672
<b>Total assets</b>	<b>3,000,539</b>	<b>-</b>	<b>2,985,605</b>	<b>178,199,588</b>	<b>2,707,357</b>	<b>31,712</b>	<b>2,985,605</b>	<b>156,936,346</b>
<b>Financial liabilities</b>								
Derivative financial liabilities		7,990		7,990				-
Total financial liabilities disclosed at fair value		7,990		7,990	-			-
Liabilities not disclosed at fair value				152,522,051				133,000,057
<b>Total liabilities</b>	<b>-</b>	<b>-</b>		<b>152,530,041</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>133,000,057</b>

Level 1 : Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2 : Inputs other than quoted prices included within Level 1 that are observable either directly or indirectly.

Level 3 : Inputs that are unobservable.



## Shareholders' Information

### TWENTY LARGEST SHAREHOLDERS AS AT 30 SEPTEMBER 2025

#### Ordinary Voting Shares

No	NAME	SHAREHOLDING	(%)
1	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.3 SHAREHOLDER'S FUND	19,120,225	31.15
2	ASIA MANAGEMENT CAPITAL VENTURES (PVT) LTD	6,214,039	10.12
3	PEOPLE S LEASING AND FINANCE PLC/ASIA MANAGEMENT CAPITAL VENTURES (PVT)LTD	4,900,000	7.98
4	CITIZENS DEVELOPMENT BUSINESS FINANCE PLC A/C 02 (CDB EMPLOYEE GRATUITY FUND)	4,209,383	6.86
5	SAMPATH BANK PLC/ASEKI INSURANCE BROKERS (PVT) LTD	4,000,000	6.52
6	PEOPLE'S LEASING & FINANCE PLC / MR.W.P.C.M.NANAYAKKARA	2,293,231	3.74
7	SANASA DEVELOPMENT BANK PLC/ASIA MANAGEMENT CAPITAL VENTURES (PVT) LTD	1,800,000	2.93
8	PEOPLE S LEASING AND FINANCE PLC/S.V.MUNASINGHE	1,454,259	2.37
9	PEOPLE S LEASING AND FINANCE PLC/R.H.ABEYGOONEWARDENA&V.F.ABEYGOONEWARDENA	1,445,547	2.36
10	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.1	1,423,548	2.32
11	SEYLAN BANK PLC/TENNAKON MUDIYANSELAGE DAMITH PRASANNA TENNAKON	1,288,583	2.10
12	JANASHAKTHI INSURANCE PLC-SHAREHOLDERS	991,722	1.62
13	CEYLINCO LIFE INSURANCE LIMITED ACCOUNT NO.2	954,323	1.55
14	SEYLAN BANK PLC/N.D.KODAGODA	573,824	0.93
15	J.B. COCOSHELL (PVT) LTD	450,900	0.73
16	ODYSSEY CAPITAL PARTNERS (PRIVATE) LIMITED	350,000	0.57
17	ASEKI INSURANCE BROKERS (PVT) LTD	347,555	0.57
18	PEOPLE'S LEASING & FINANCE PLC/MR. H.K. DASSANAYAKE	299,115	0.49
19	SEYLAN BANK PLC/I.M.KOTIGALA	284,908	0.46
20	MR. J.S. RANATHUNGA	267,977	0.44
	<b>Sub total of Top 20 Share Holders</b>	<b>52,669,139</b>	<b>85.81</b>
		8,705,317	14.19
	<b>Total</b>	<b>61,374,456</b>	<b>100.00</b>

The percentage of shares held by the public as at 30 September 2025 is 46.69% (with 1,776 public share holders)

#### Ordinary Non Voting Shares

No	NAME	SHAREHOLDING	(%)
1	J.B. COCOSHELL (PVT) LTD	1,822,230	17.62
2	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUND	931,783	9.01
3	SEYLAN BANK PLC/S.R. FERNANDO	718,592	6.95
4	ODYSSEY CAPITAL PARTNERS (PRIVATE) LIMITED	470,000	4.54
5	MR. Y.H. ABDULHUSSEIN	448,934	4.34
6	MISS R.H. ABDULHUSSEIN	376,776	3.64
7	ESSAJEE CARIMJEE INSURANCE BROKERS (PVT) LTD	332,696	3.22
8	MR. A. SITHAMPALAM	196,509	1.90
9	MR. H.M. ABDULHUSSEIN	193,102	1.87
10	MRS. A.M. ESUFALLY	165,375	1.60
11	MR. H.M. ABDULHUSSEIN	153,275	1.48
12	MR. L.T.R.S.L. JAYAWARDHANA	150,000	1.45
13	MR. M.A. JAFFERJEE	149,992	1.45
14	MR. S.M.P.L. JAYARATNE	133,966	1.30
15	COMMERCIAL BANK OF CEYLON PLC/G.S.N.PEIRIS	119,536	1.16
16	GOLD INVESTMENT LIMITED	108,009	1.04
17	COMMERCIAL BANK OF CEYLON PLC A/C NO. 04	105,390	1.02
18	SAMPATH BANK PLC/ DR. PALAMANDADIGE LAHIRU SHANTHAWARNA ARIYANANDA	102,315	0.99
19	MR. W.P.A.D. GUNATHILAKE	100,100	0.97
20	MR. N.K. D'ALWIS	100,000	0.97
	<b>Sub total of Top 20 Share Holders</b>	<b>6,878,580</b>	<b>66.52</b>
		3,465,088	33.48
	<b>Total</b>	<b>10,343,668</b>	<b>100.00</b>

The percentage of shares held by the public as at 30 September 2025 is 81.03% (with 2,305 public share holders)



## Shareholders' Information

### DIRECTORS' AND CHIEF EXECUTIVE OFFICER'S SHAREHOLDING AS AT 30 SEPTEMBER 2025

#### Ordinary Voting Shares

NAME	SHAREHOLDING
MR. J.R.A. CORERA	1,027
PEOPLE'S LEASING & FINANCE PLC/MR.J.R.A. CORERA	21,622
MR W.P.C.M. NANAYAKKARA	1,283
PEOPLE'S LEASING & FINANCE PLC / MR.W.P.C.M.NANAYAKKARA	2,293,231
PEOPLE'S LEASING & FINANCE PLC/MR.T.M.D.P.TENNAKON	257,846
SEYLAN BANK PLC/TENNAKON MUDIYANSELAGE DAMITH PRASANNA TENNAKON	1,288,583
MR. S.V. MUNASINGHE	-
PEOPLE'S LEASING & FINANCE PLC/MR.S.V.MUNASINGHE	1,454,259
MR. R.H. ABEYGOONEWARDENA / MRS. V.F. ABEYGOONEWARDENA	5,652
PEOPLES'S LEASING & FINANCE PLC/ MR. R.H.ABEYGOONEWARDENA & V.F.ABEYGOONEWARDENA	1,445,547
MR. D.A. DE SILVA	-
DIALOG FINANCE PLC/D.A. DE SILVA	238,310
MR. J.P. ABHAYARATNE	-
MR. S.P.P. AMARATUNGE	-
MRS. P.R.W. PERERA	-
MR. S. KUMARAPPERUMA	-
MR. E.R.S.G.S. HEMACHANDRA	-
PROF P.N. GAMAGE	-
MRS. J. LOKULIYANA	-
<b>Total</b>	<b>7,007,360</b>

#### Ordinary Non Voting Shares

NAME	SHAREHOLDING
MR. J.R.A. CORERA	10,335
MR W.P.C.M. NANAYAKKARA	56
MR. T.M.D.P. TENNAKON	-
MR. S.V. MUNASINGHE	-
MR. R.H. ABEYGOONEWARDENA / MRS. V.F. ABEYGOONEWARDENA	82,842
PEOPLES'S LEASING & FINANCE PLC/ MR. R.H. & MRS. V.F.ABEYGOONEWARDENA	37,850
MR. D.A. DE SILVA	-
MR. J.P. ABHAYARATNE	-
MR. S.P.P. AMARATUNGE	-
MRS. P.R.W. PERERA	-
MR. S. KUMARAPPERUMA	-
MR. E.R.S.G.S. HEMACHANDRA	-
PROF P.N. GAMAGE	-
MRS. J. LOKULIYANA	-
<b>Total</b>	<b>131,083</b>

### MARKET PRICES FOR THE QUARTER ENDED 30 SEPTEMBER 2025

	Ordinary Voting Shares		Ordinary Non Voting Shares	
	30/09/2025 Rs.	30/09/2024 Rs.	30/09/2025 Rs.	30/09/2024 Rs.
Highest Price	414.00	234.00	340.00	108.00
Lowest Price	331.00	196.00	284.00	92.10
Last Traded	386.50	197.50	301.25	103.00

### FLOATING ADJUSTED MARKET CAPITALIZATION AS AT 30 SEPTEMBER 2025

	Number of shares	Market price per share	Market Capitalization (Rs.)	Percentage of public holders	Floating Adjusted Market Capitalization
Voting Share	61,374,456	386.50	23,721,227,244	46.69%	11,075,441,000
Non Voting Share	10,343,668	301.25	3,116,029,985	81.03%	2,524,919,097
<b>Total Shares</b>			<b>26,837,257,229</b>		<b>13,600,360,097</b>

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

## Explanatory Notes

- 1 The Company has used the same accounting policies and method of computing described in the audited financial statements of the Company for 2024/25 in the preparation of these interim financial statements.
- 2 As at 30 September 2025 stated capital represents 61,374,456 ordinary voting shares and 10,343,668 ordinary non voting shares.
- 3 All known expenses have been provided in these financial statements and management fees are not applicable to the Company.
- 4 During the year there were no material changes in the composition of assets, liabilities and contingent liabilities and there is no seasonality and cyclicalities affecting the interim operation.
- 5 Snr Prof S. P. P. Amaratunga, Independent Non-Executive Director of the Board stepped down upon completing 9 years of service with effect from 17 October 2025.
- 6 Dr.Rasitha Wickramasinghe, has been appointed as an Independent Non-Executive Director of the Company with effect from 20 October 2025.
- 7 Since 30 September 2025, there were no material events other than the above, that required adjustment or disclosure in these financial statements.
- 8 These financial statements are prepared in accordance with the Sri Lanka Accounting Standard - LKAS 34 "Interim Financial Reporting".

## Selected Performance Indicators as per regulatory requirements

Indicator	As at 30-09-2025	As at 31-03-2025
<b>Asset Quality (Rs. 000)</b>		
Gross Non- Performing Accommodations	7,286,353	7,139,900
Gross Non- Performing Accommodations Ratio	5.27%	6.32%
Net Non- Performing Accommodations Ratio	2.59%	3.10%
Net Non-Performing Loans to Core Capital Ratio	17.06%	19.02%
Provision Coverage Ratio	52.17%	52.53%
<b>Liquidity (Rs. 000)</b>		
Required Minimum Amount of Liquid Assets	11,162,206	10,572,131
Available Amount of Liquid Assets	15,510,218	20,256,078
Required Minimum Amount of Government Securities	7,174,338	5,731,512
Available Amount of Government Securities	9,605,933	9,381,123
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	138.95%	191.60%
Liquid Assets to External Funds **	10.58%	16.08%
<b>Capital Adequacy (Rs. 000)</b>		
Core Capital ( Tier I Capital)	20,432,838	17,821,571
Total Capital Base	25,960,966	22,276,671
Core Capital to Risk Weighted Assets Ratio (Minimum 10%)***	13.53%	14.47%
Total Capital to Risk Weighted Assets Ratio (Minimum 14%)***	17.19%	18.09%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)***	29.37%	25.65%
<b>Profitability</b>		
Net Interest Margin	7.50%	7.97%
Return on Average Assets- After Tax	2.64%	2.80%
Return on Average Equity- After Tax	17.81%	18.15%
Cost to Income Ratio	46.98%	48.40%
<b>Memorandum information</b>		
Number of Employees	2,185	1,939
Number of Branches	71	71
External Credit Rating (Fitch Ratings Lanka Ltd.)	BBB (lka)/ Stable	BBB (lka)/ Stable

\*\* External funds includes deposits and borrowings

\*\*\* Including current year unaudited profit

# Corporate Information

## Corporate Information

### Name of the Company

Citizens Development Business Finance PLC

### Legal Form

A public quoted company incorporated in Sri Lanka under the provisions of the Companies Act No. 17 of 1982 and re-registered under the Companies Act No. 07 of 2007. The Company is licensed under the Finance Business Act No. 42 of 2011. The Company is registered under the Finance Leasing Act No. 56 of 2000 and CDB is an approved credit agency under mortgage Act No. 06 of 1949 and Trust Receipt Ordinance No. 12 of 1947.

### Date of Incorporation

07 September 1995

### Registration Number

PB 232 PQ

### Accounting period

March 31

### Board of Directors

Mr. Joseph Rene Alastair Corera *CFA (USA), FCMA (UK)*  
*Chairman / Independent Non-Executive Director*

Mr. W.P.C.M.Nanayakkara *B.Sc(Mgt), FCMA(UK), MBA(Sri J), CGMA*  
*Managing Director / Chief Executive Officer/ Executive Director*

Senior Prof. S.P.P.Amaratunge *B.A. (Econ) (Sp) (SJP), M.A. Econ (Colombo), M.Sc.Econ. of Rural Dev. (Saga, Japan); Ph.D. (Kogoshima,Japan)*  
*Independent Non-Executive Director*  
*Retiered with effecet from 17th October 2025*

Mr. T.M.D.P. Tennakoon *FCMA(UK), CGMA*  
*Deputy CEO/ Executive Director*

Mr. R.H.Abeygoonewardena *FCMA(UK), ACMA(Sri), MCPM , CGMA*  
*Executive Director - Corporate Finance*

Mr. S.V.Munasinghe *MBA (Fed. Uni. Aus)*  
*Executive Director - Sales and Business Development*

Mr. D.A.De Silva *B. Sc.(Hons) , ACMA, CGMA*  
*Executive Director - Business Operations*

Mr. Jagath Priyantha Abhayaratne *MBA, B.Sc (Admin)*  
*Non-Executive Director*

Mrs. P.R.W. Perera *FCA, ACMA*  
*Independent Non-Executive Director*

Mr. E.R.S.G.S. Hemachandra *MBA (Australia), Dip M (UK), FCIM(UK)*  
*Non Executive Director*

Mr. S. Kumarapperuma *B.Sc (Science), MBA(Colombo), PG Dip (Acturial Science)*  
*Independent Non Executive Director*

Senior Prof. Prasadani Naganika Gamage *B.Sc (Admin), PhD (HRM), M.Sc (Management), Attorney-at-Law*  
*Independent Non-Executive Director*

Mrs. Jayomi Lokuliyana *MBA (PIM, USJP),PGDipM (UK)*  
*Independent Non-Executive Director*

Dr Rasitha Wickramasinghe *B Eng (LSBU, UK) MBA (WBS, UK) PhD (SHU, UK)*  
*Independent Non-Executive Director*  
*With effect from 20th October 2025*

### Registered Address of Head Office

No 123, Orabipasha Mawatha,  
Colombo 10  
Sri Lanka  
Tel 0094117388388  
Fax 0094112429888  
E mail cdb@cdb.lk  
Web www.cdb.lk

### Company Secretary

Ms. Laavanya Paheerathan (Attorney At Law)  
No 123, Orabipasha Mawatha,  
Colombo 10  
Sri Lanka  
Tel 0094117388388  
Fax 0094112429888  
E mail company.secretary@cdb.lk

### Company Registrar

S.S.P Corporate Services (Private) Ltd  
101, Inner Flower Road,  
Colombo 03  
Sri Lanka  
Tel 0094112573894, 0094112576871  
Fax 0094112573609  
E mail sspsec@sltnet.lk

### Company Auditors

Ernst & Young  
(Chartered Accountants)  
Rotunda Towers, No 109, Galle Road,  
Colombo 03  
Sri Lanka  
Tel 0094112463500

### Lawyers of the Company

Nithya Partners  
No 97A, Galle Road,  
Colombo 03.  
Sri Lanka

### Credit Rating Agency

Fitch Ratings Lanka Ltd

### Bankers

Bank of Ceylon  
Commercial Bank of Ceylon PLC  
Deutsche Bank  
DFCC Bank PLC  
Hatton National Bank PLC  
National Development Bank PLC  
Nations Trust Bank PLC  
People's Bank  
Sampath Bank PLC  
Seylan Bank PLC  
Union Bank PLC  
Cargills Bank PLC  
Pan Asia Bank PLC  
Habib Bank  
Bank of China



Citizens Development Business Finance PLC  
No. 123, Orabipasha Mawatha, Colombo 10, Sri Lanka  
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