Amãna Bank

Development Focused
People Friendly Banking

Amana Bank PLC (PB 3618 PQ)

Financial Statements

30 June 2026

Vision

To be an admired leader in providing equitable financial solutions, not limited to numerics, but also in earning the trust of our customers, employees, shareholders and country.

Mission

To adopt a unique and people friendly approach in banking with a passion for continuous improvement, enabling growth and enriching lives.

Amãna Bank marks 15th Anniversary with best-ever H1 performance

- **PAT grows by 25% in H1 to surpass LKR 1 Bn for the first time**
- **Q2 PAT up by 33%**

Amãna Bank, which recently celebrated its 15th Anniversary, has continued its strong profit momentum during the first half of 2026, recording a 25% YoY increase in Profit After Tax to LKR 1.1 billion, while Profit Before Tax grew by 22% YoY to reach LKR 1.9 billion. This growth was supported by a strong quarterly performance, where during Q2 alone, PBT grew by an impressive 29% to cross LKR 1.0 billion, while PAT surged by 33% to LKR 0.6 billion. These results were achieved despite prevailing economic challenges, particularly those arising from elevated global energy prices amid ongoing tensions in the Middle East, underscoring the Bank's resilience and ability to sustain its growth momentum.

On the Bank's top-line performance, Net Financing Income grew YoY by 16% during H1 2026 to reach LKR 4.4 billion, supported by a steady financing margin of 4.3%. For the quarter ended 30 June, Net Financing Income stood at LKR 2.2 billion, reflecting an 18% YoY growth. The Bank's Net Fee and Commission Income recorded strong growth, increasing by 16% to LKR 0.7 billion in H1 2026. This contributed to Total Operating Income rising to LKR 2.8 billion in the 2nd Quarter and LKR 5.5 billion in H1, translating to a growth of 22% and 18% respectively. Net Operating Income for the H1 and Q2 rose by 19% and 20% to close at LKR 5.4 billion and LKR 2.8 billion. Despite prevailing inflationary pressures, the Bank improved its Cost-to-Income Ratio to 51% for H1 2026, from 52% at the end of Q1, reflecting improved operational efficiency. Consequently, Operating Profit before all taxes increased by 18% YoY to LKR 2.5 billion. The Bank's aggregate tax contribution of LKR 1.3 billion accounted for a significant 55% of the Bank's Operating Profit before all taxes.

The Bank further strengthened its balance sheet during H1 2026, with Customer Advances growing to LKR 157.0 billion, largely driven by continued growth in its SME financing portfolio, reinforcing its commitment to supporting a vital sector of the national economy. Despite this growth, the Bank maintained strong asset quality, with its Stage 3 Net Impairment Ratio (NPA) improving to 1.1% from 1.2% as of end Q1, remaining among the lowest in the industry. This reflects the Bank's prudent risk management and robust underwriting standards, underpinned by its unique development-focused and people-friendly approach to banking. Customer Deposits grew by 5% during H1 to reach LKR 180.4 billion, while the Bank continued to maintain an industry-leading CASA ratio of 45.2%.

Further, during Q2, the Bank acquired its new corporate office premises for LKR 2.7 billion, which resulted in the Bank's Total Assets increasing to LKR 215.2 billion, reflecting a 5% growth for the half. The Bank's share was trading at LKR 26.80 as of 30 June 2026, reflecting a 43% discount from the Bank's Net Asset Value Per Share of LKR 47.30.

With its upward profitability trend the Bank improved its Return on Equity to 8.9%, in comparison to 8.1% in Q1 2026 and 7.8% in H1 2025, while Return on Assets stood at 1.8%. The Bank's capital position remained healthy despite the recent property acquisition, with the Common Equity Tier 1 Capital Ratio closing at 12.4% and the Total Capital Ratio at 13.8% above the regulatory minimum requirements of 7% and 12.5%, respectively underscoring the Bank's financial profile and stability. Liquidity buffers remained strong as at H1 2026, with the Liquidity Coverage Ratios for Rupee and All Currency standing at 321.8% and 206.6%, respectively, and the Net Stable Funding Ratio at 144.2%, all comfortably exceeding the regulatory minimum requirement of 100%.

Commenting on the Bank's mid-year performance, Chairman Asgi Akbarally said, "As we celebrate 15 years of Amãna Bank, our strong performance during the first half of 2026 is a fitting reflection of the progress the Bank has made and the strong foundation we have laid over the years. I am particularly pleased that our growth continues to translate into greater support for customers, businesses and communities, while enabling us to create sustainable value for all our stakeholders. As we embark on the next chapter of our journey, we remain confident in the Bank's ability to build on this momentum while remaining firmly committed to our development-focused and people-friendly approach to banking."

Also sharing his views on the Bank's half-year performance, Managing Director/CEO Mohamed Azmeer stated, "Our performance during the first half of 2026 reflects the continued success of our business model and the impact we have made with a unique approach to banking. We are particularly encouraged that this growth has been achieved by continuing to support customers in Retail, SME and Corporate segments, including entrepreneurs and communities, while maintaining strong asset quality and strengthening operational efficiency. As we mark our 15th Anniversary, these results give us further confidence in the direction of the Bank and our ability to leverage on the strong foundation established over the years. With the acquisition of our new Corporate Office premises, and the subsequent board approved plan to dispose the previously held property, is expected to contribute positively towards strengthening the Bank's financials."

Thanking key stakeholders Azmeer further added, "I take this opportunity to thank our customers for their continued trust, our shareholders, Board of Directors and Sharia Supervisory Council for their confidence, expertise and guidance, our regulators for their valued oversight, and our employees for their dedication and commitment in delivering these results. We remain focused on sustaining this momentum through the remainder of the year while continuing our mission of enabling growth and enriching lives."

Amana Bank PLC is a stand-alone institution licensed by the Central Bank of Sri Lanka and listed on the Colombo Stock Exchange, with the Jeddah-based IsDB Group being the principal shareholder of the Bank. The IsDB Group is a Supra-National, 'AAA' rated multilateral development financial institution with a membership of 57 countries. Celebrating its 15th Anniversary on 1 August 2026, Amana Bank serves over 500,000 customers through a growing network of more than 80 customer locations comprising branches and Self Banking Centres across the country. This remarkable growth reflects the Bank's commitment towards enabling growth and enriching lives of its customers through the Bank's development focused people-friendly approach to banking.

Testifying to its position as a leading practitioner of the non-interest-based banking model, Amana Bank was recognized amongst the Top 50 Strongest Islamic Banks in the World by The Asian Banker. Amana Bank does not have any subsidiaries, associates, or affiliated institutions apart from its engagement with OrphanCare as its Founding Sponsor.

STATEMENT OF PROFIT OR LOSS

FOR THE	SIX MONTHS ENDED 30 JUNE			QUARTER ENDED 30 JUNE		
	2026 (Rs. '000)	2025 (Rs. '000)	Change %	2026 (Rs. '000)	2025 (Rs. '000)	Change %
Financing Income	9,007,346	7,990,586	13%	4,576,656	4,002,688	14%
Less: Financing Expenses	4,563,464	4,157,807	10%	2,348,158	2,116,820	11%
Net Financing Income	**4,443,882**	**3,832,779**	**16%**	**2,228,498**	**1,885,868**	**18%**
Fee and Commission Income	789,400	674,577	17%	375,643	370,224	1%
Less: Fee and Commission Expense	78,050	61,798	26%	44,250	30,852	43%
Net Fee and Commission Income	**711,350**	**612,779**	**16%**	**331,393**	**339,372**	**(2%)**
Net Trading Income	354,777	221,124	60%	275,266	91,415	201%
Net Gains / (Losses) from Financial Investments at Fair Value through Profit or Loss	18,641	3,384	451%	6,395	6,641	(4%)
Net Gains / (Losses) from Derecognition of Financial Assets	(2,502)	(132)	1,795%	(819)	(81)	911%
Net Other Operating Income	2,757	1,557	77%	1,784	643	177%
Total Operating Income	**5,528,905**	**4,671,491**	**18%**	**2,842,517**	**2,323,858**	**22%**
Less: Impairment Charges / (Reversals)	159,575	143,690	11%	67,469	9,492	611%
Net Operating Income	**5,369,330**	**4,527,801**	**19%**	**2,775,048**	**2,314,366**	**20%**
Less: Personnel Expenses	1,397,944	1,260,263	11%	699,316	634,548	10%
Depreciation and Amortisation of Property, Plant, Equipment and Right-of-Use Assets	238,931	177,742	34%	122,166	90,031	36%
Other Operating Expenses	1,233,917	979,296	26%	587,277	496,910	18%
Total Operating Expenses	**2,870,792**	**2,417,301**	**19%**	**1,408,759**	**1,221,489**	**15%**
Operating Profit Before VAT on Financial Services and Social Security Contribution Levy	**2,498,538**	**2,110,500**	**18%**	**1,366,289**	**1,092,877**	**25%**
Less: VAT on Financial Services	548,686	501,171	9%	294,243	257,634	14%
Social Security Contribution Levy	75,669	71,345	6%	39,498	36,672	8%
Profit Before Tax	**1,874,183**	**1,537,984**	**22%**	**1,032,548**	**798,571**	**29%**
Less: Tax Expense	749,561	636,650	18%	409,887	331,363	24%
Profit for the Period	**1,124,622**	**901,334**	**25%**	**622,661**	**467,208**	**33%**
Earnings Per Share -						
- Basic / Diluted (in Rs.)	2.04	1.64	25%	1.13	0.85	33%

STATEMENT OF COMPREHENSIVE INCOME

FOR THE	SIX MONTHS ENDED 30 JUNE			QUARTER ENDED 30 JUNE		
	2026 (Rs. '000)	2025 (Rs. '000)	Change %	2026 (Rs. '000)	2025 (Rs. '000)	Change %
Profit for the Period	**1,124,622**	**901,334**	**25%**	**622,661**	**467,208**	**33%**
Other Comprehensive Income/(Loss)						
Other Comprehensive Income not to be Reclassified to Profit or Loss in Subsequent Periods:						
Financial Assets - Fair Value through Other Comprehensive Income:						
Net Gain / (Loss) on Financial Assets - Fair Value through Other Comprehensive Income	(139,622)	29,710	(570%)	44,492	24,308	83%
	(139,622)	29,710	(570%)	44,492	24,308	83%
Net Comprehensive Income not to be Reclassified to Profit or Loss in Subsequent Periods:	**(139,622)**	**29,710**	**(570%)**	**44,492**	**24,308**	**83%**
Other Comprehensive Income / (Loss) for the Period Net of Tax	**(139,622)**	**29,710**	**(570%)**	**44,492**	**24,308**	**83%**
Total Comprehensive Income for the Period	**985,000**	**931,044**	**6%**	**667,153**	**491,516**	**36%**

STATEMENT OF FINANCIAL POSITION

AS AT	30 JUN 2026 (Rs. '000)	31 DEC 2025 (AUDITED) (Rs. '000)	Change %
Assets			
Cash and Cash Equivalents	28,072,586	14,955,183	88%
Balances with Central Bank of Sri Lanka	11,271,693	7,733,586	46%
Placements with Banks	7,559,276	22,989,871	(67%)
Placements with Licensed Finance Companies	87	86	1%
Derivative Financial Assets	165,339	21,672	663%
Financial Assets Designated at Fair Value through Profit or Loss	139,475	38,963	258%
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	157,005,683	150,952,391	4%
Financial Assets Measured at Fair Value through Other Comprehensive Income	903,823	924,253	(2%)
Other Assets - Financial	2,068,632	1,660,487	25%
Property, Plant, Equipment And Right-of-Use Assets	6,075,965	3,278,103	85%
Intangible Assets	688,237	485,127	42%
Other Assets - Non Financial	666,324	653,682	2%
Deferred Tax Assets	613,123	613,123	-
Total Assets	**215,230,243**	**204,306,527**	**5%**
Liabilities			
Due to Banks	2,064,956	1,881,171	10%
Derivative Financial Liabilities	18,350	479	3,731%
Financial Liabilities at Amortised Cost - Due to Depositors	180,393,264	172,073,723	5%
Other Liabilities - Financial	4,812,597	3,697,750	30%
Current Tax Liabilities	1,159,332	852,449	36%
Dividend Payable	85,749	86,250	(1%)
Retirement Benefit Liability	307,310	298,577	3%
Other Liabilities - Non Financial	316,313	331,013	(4%)
Total Liabilities	**189,157,871**	**179,221,412**	**6%**
Shareholders' Funds			
Stated Capital	17,636,716	17,633,461	0%
ESOP Reserve	84,155	85,153	(1%)
Statutory Reserve Fund	479,223	479,223	-
Revaluation Reserve	1,004,941	1,004,941	-
Fair Value Reserve	492,474	632,096	(22%)
Retained Earnings	6,374,863	5,250,241	21%
Total Equity	**26,072,372**	**25,085,115**	**4%**
Total Liabilities and Shareholders' Funds	**215,230,243**	**204,306,527**	**5%**
Net Asset Value per Ordinary Share	47.30	45.52	
Commitments and Contingencies	**61,486,338**	**44,123,937**	

CERTIFICATION:

I certify that these Financial Statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd
M. Ali Wahid
Chief Financial Officer
13 August 2026

We, the undersigned, being Chairman and Managing Director / Chief Executive Officer of Amana Bank PLC certify jointly that:-

(a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka and Rule 7.4 of Colombo Stock Exchange.

(b) the information contained in these statements have been extracted from the unaudited Financial Statements of the Bank unless indicated as audited.

Sgd
Ali Asghar Akbarally
Chairman
13 August 2026

Sgd
Mohamed Azmeer
Managing Director / CEO
13 August 2026

STATEMENT OF CHANGES IN EQUITY

	Stated Capital	ESOP Reserve	Statutory Reserve Fund	Revaluation Reserve	Fair Value Reserve	Retained Earnings	Total
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
As at 31 December 2024 (Audited)	**17,633,461**	**78,518**	**355,174**	**1,006,066**	**101,598**	**3,667,044**	**22,841,861**
Profit for the six months ended 30 June 2025	-	-	-	-	-	901,334	**901,334**
Other Comprehensive Income for the six months ended 30 June 2025	-	-	-	-	29,710		**29,710**
Share-Based Payment Expenses	-	3,318	-	-	-	-	**3,318**
As at 30 June 2025	**17,633,461**	**81,836**	**355,174**	**1,006,066**	**131,308**	**4,568,378**	**23,776,223**
Profit for the six months ended 31 December 2025	-	-	-	-	-	1,579,646	**1,579,646**
Other Comprehensive Income for the six months ended 31 December 2025	-	-	-	-	500,788	(58,399)	**442,389**
Interim Dividend 2025	-	-	-	-	-	(716,460)	**(716,460)**
Share-Based Payment Expenses	-	3,317	-	-	-	-	**3,317**
Transfers to Statutory Reserve Fund	-		124,049	-	-	(124,049)	**-**
Transferred to Retained Earnings	-	-	-	(1,125)	-	1,125	**-**
As at 31 December 2025 (Audited)	**17,633,461**	**85,153**	**479,223**	**1,004,941**	**632,096**	**5,250,241**	**25,085,115**
Profit for the six months ended 30 June 2026	-	-	-	-	-	1,124,622	**1,124,622**
Other Comprehensive Income for the six months ended 30 June 2026	-	-	-	-	(139,622)	-	**(139,622)**
Issue of Ordinary Shares under ESOP	3,255	(998)	-	-	-	-	**2,257**
As at 30 June 2026	**17,636,716**	**84,155**	**479,223**	**1,004,941**	**492,474**	**6,374,863**	**26,072,372**

STATEMENT OF CASH FLOWS

FOR THE

	SIX MONTHS ENDED 30 JUNE	
	2026 (Rs. '000)	**2025 (Rs. '000)**
Cash Flows from Operating Activities		
Financing Income Received	9,007,676	8,204,280
Fees and Commission Received	718,960	674,445
Financing Expenses Paid	(4,521,115)	(3,921,879)
Foreign Exchange Income	370,950	221,124
Gratuity Payments Made	(11,601)	(6,120)
Payments to Employees and Suppliers	(3,235,885)	(2,837,504)
Operating Profit/(Loss) before Changes in Operating Assets and Liabilities	**2,328,985**	**2,334,346**
(Increase) / Decrease in Operating Assets		
Financing and Receivable to Other Customers	(6,215,466)	(22,863,362)
Other Assets	(305,817)	725,032
Balance with Central Bank of Sri Lanka	(3,538,107)	(683,003)
Increase / (Decrease) in Operating Liabilities		
Due to Other Customers	8,321,181	14,736,905
Due to Banks	183,785	1,464,983
Other Liabilities	815,247	725,925
Net Cash Flow from Operating Activities before Income Tax	**1,589,808**	**(3,559,174)**
Income Tax Paid	(442,675)	(390,134)
Net Cash From / (Used In) Operating Activities	**1,147,133**	**(3,949,308)**
Cash Flows From/(Used In) Investing Activities		
Acquisition of Property, Plant & Equipment	(2,993,752)	(139,265)
Proceeds from Sale of Property, Plant and Equipment	34	-
Acquisition of Intangible Assets	(246,005)	(70,746)
Investments in Placements with Banks	15,436,247	109,998
Investments in Placements with Licensed Finance Companies	(1)	(500,002)
Financial Assets Recognised through Profit or Loss - Measured at Fair Value	(108,156)	31,877
Dividend Received from Financial Assets	2,723	1,557
Financial Assets Recognised through OCI - Measured at Fair Value	(119,192)	-
Net Cash From / (Used In) Investing Activities	**11,971,898**	**(566,581)**
Cash Flows From / (Used In) Financing Activities		
Issue of Shares	2,257	-
Share Issue Expenses	-	-
Dividend Paid	(501)	(21,929)
Net Cash From / (Used In) Financing Activities	**1,756**	**(21,929)**
Net Increase / (Decrease) in Cash and Cash Equivalents	**13,120,787**	**(4,537,818)**
Cash and Cash Equivalents at the Beginning of the Year	14,957,406	17,077,573
Cash and Cash Equivalents at the End of the Period - Gross of Allowance for Impairment	**28,078,193**	**12,539,755**

CASH AND CASH EQUIVALENTS

	2026 (Rs. '000)	**2025 (Rs. '000)**
Cash in Hand	8,867,390	9,360,249
Balances with Banks	19,210,803	3,179,506
	28,078,193	**12,539,755**
Less: Allowance for Impairment	(5,607)	(6,224)
Total	**28,072,586**	**12,533,531**

01. ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Financial instruments are measured on an ongoing basis either at fair value or at amortised cost. The summary of significant accounting policies stated in the Annual Financial Statements describes how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised. The following table analyses the carrying amounts of the financial instruments by category as defined in SLFRS 9 and by headings of the Statement of Financial Position.

RUPEES IN THOUSANDS

	FAIR VALUE THROUGH PROFIT OR LOSS	AMORTIZED COST	FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	TOTAL AS AT 30.6.2026
Financial Assets				
Cash and Cash Equivalents	-	28,072,586	-	28,072,586
Balances with Central Bank of Sri Lanka	-	11,271,693	-	11,271,693
Placements with Banks	-	7,559,276	-	7,559,276
Placements with Licensed Finance Companies	-	87	-	87
Derivative Financial Assets	165,339	-	-	165,339
Financial Assets Designated at Fair Value through Profit or Loss	139,475	-	-	139,475
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	-	157,005,683	-	157,005,683
Financial Assets measured at Fair Value through Other Comprehensive Income	-	-	903,823	903,823
Other Assets - Financial	-	2,068,632	-	2,068,632
Total Financial Assets	**304,814**	**205,977,957**	**903,823**	**207,186,594**
Financial Liabilities				
Due to Banks	-	2,064,956	-	2,064,956
Derivative Financial Liabilities	18,350	-	-	18,350
Financial Liabilities at Amortised Cost - Due to Depositors	-	180,393,264	-	180,393,264
Other Liabilities - Financial	-	4,812,597	-	4,812,597
Total Financial Liabilities	**18,350**	**187,270,817**	**-**	**187,289,167**

	FAIR VALUE THROUGH PROFIT OR LOSS	AMORTIZED COST	FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	TOTAL AS AT 31.12.2025 (AUDITED)
Financial Assets				
Cash and Cash Equivalents	-	14,955,183	-	14,955,183
Balances with Central Bank of Sri Lanka	-	7,733,586	-	7,733,586
Placements with Banks	-	22,989,871	-	22,989,871
Placements with Licensed Finance Companies	-	86	-	86
Derivative Financial Assets	21,672	-	-	21,672
Financial Assets Designated at Fair Value through Profit or Loss	38,963	-	-	38,963
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	-	150,952,391	-	150,952,391
Financial Assets measured at Fair Value through Other Comprehensive Income	-	-	924,253	924,253
Other Assets - Financial	-	1,660,487	-	1,660,487
Total Financial Assets	**60,635**	**198,291,604**	**924,253**	**199,276,492**
Financial Liabilities				
Due to Banks	-	1,881,171	-	1,881,171
Derivative Financial Liabilities	479	-	-	479
Financial Liabilities at Amortised Cost - Due to Depositors	-	172,073,723	-	172,073,723
Other Liabilities - Financial	-	3,697,750	-	3,697,750
Total Financial Liabilities	**479**	**177,652,644**	**-**	**177,653,123**

02. FINANCING AND RECEIVABLES TO OTHER CUSTOMERS

RUPEES IN THOUSANDS

ANALYSIS OF FINANCING AND RECEIVABLES TO OTHER CUSTOMERS	30.6.2026	31.12.2025 (AUDITED)
Gross Financing and Receivables to Other Customers	162,689,956	156,519,893
Accumulated Impairment		
Stage 1	(763,258)	(1,066,056)
Stage 2	(2,123,344)	(1,903,957)
Stage 3	(2,797,671)	(2,597,489)
Net Financing and Receivables to Other Customers	**157,005,683**	**150,952,391**

ANALYSIS OF FINANCING AND RECEIVABLES TO OTHER CUSTOMERS - (Contd...)

FINANCING AND RECEIVABLES TO OTHER CUSTOMERS - BY PRODUCT

RUPEES IN THOUSANDS

By Product - Domestic Currency	30.6.2026	31.12.2025 (AUDITED)
Overdraft	15,353,145	16,762,681
Trade Finance	13,841,745	11,503,564
Lease Receivables	14,551,473	15,609,941
Staff Facilities	1,810,009	1,830,449
Term Financing	88,295,548	87,524,383
Gold Facilities	16,798,245	14,769,621
Others	183,007	257,087
Sub Total	**150,833,172**	**148,257,726**
By Product - Foreign Currency		
Overdraft	886,811	799,868
Term Financing	10,635,657	7,299,595
Trade Finance	301,639	162,704
Lease Receivables	32,677	-
Sub Total	**11,856,784**	**8,262,167**
Total	**162,689,956**	**156,519,893**

03. IMPAIRMENT ALLOWANCE FOR FINANCING AND RECEIVABLES TO OTHER CUSTOMERS

A reconciliation of the allowance for impairment losses for Financing and Receivables to Other Customers, under SLFRS 9 is as follows:

RUPEES IN THOUSANDS

	STAGE 1	STAGE 2	STAGE 3	TOTAL IMPAIRMENT
ECL allowance as at 1 January 2026 under SLFRS 9	1,066,056	1,903,957	2,597,489	5,567,502
Charge/(Write Back) for the year	(302,798)	219,387	237,967	154,556
Amounts written off	-	-	(37,785)	(37,785)
As at 30 June 2026	**763,258**	**2,123,344**	**2,797,671**	**5,684,273**

RUPEES IN THOUSANDS

	STAGE 1	STAGE 2	STAGE 3	TOTAL IMPAIRMENT (AUDITED)
ECL allowance as at 1 January 2025 under SLFRS 9	1,560,406	2,233,037	2,426,614	6,220,057
Charge/(Write Back) for the year	(494,350)	(329,080)	170,875	(652,555)
Amounts written off	-	-	-	-
As at 31 December 2025	**1,066,056**	**1,903,957**	**2,597,489**	**5,567,502**

04. COMMITMENTS AND CONTINGENCIES

ANALYSIS OF COMMITMENTS AND CONTINGENCIES	RUPEES IN THOUSANDS 30.6.2026	31.12.2025 (AUDITED)
Gross Commitments and Contingencies	61,568,182	44,197,388
Allowance for Impairment		
Stage 1	(53,778)	(59,090)
Stage 2	(24,848)	(9,360)
Stage 3	(3,218)	(5,001)
Net Financing and Receivables to Other Customers	**61,486,338**	**44,123,937**

	RUPEES IN THOUSANDS 30.6.2026	31.12.2025 (AUDITED)
Commitments for Unutilised Facilities	7,433,642	7,580,581
Letters of Credit	15,104,308	7,118,778
Guarantees, Bonds	10,826,980	9,986,718
Outward Clearing Cheques	2,241,027	992,645
Acceptances	7,042,818	7,545,015
Bills for Collection and Others	5,442,281	5,563,991
Promissory Forward Sales	7,424,626	3,363,532
Promissory Forward Purchases	6,052,500	2,046,128
Total	**61,568,182**	**44,197,388**

05. DUE TO OTHER CUSTOMERS - BY PRODUCT

ANALYSIS OF DEPOSITS

By Product - Domestic Currency	RUPEES IN THOUSANDS 30.6.2026	31.12.2025 (AUDITED)
Demand Deposits	13,546,704	12,324,839
Savings Deposits	59,434,296	58,449,586
Time Deposits	74,239,119	73,252,635
Sub Total	**147,220,119**	**144,027,060**
By Product - Foreign Currency		
Demand Deposits	2,558,711	1,657,811
Savings Deposits	6,001,128	4,965,964
Time Deposits	24,613,306	21,422,888
Sub Total	**33,173,145**	**28,046,663**
Total	**180,393,264**	**172,073,723**

NOTES TO THE FINANCIAL STATEMENTS

06. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

All financial assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value heirarchy, as described below.

• Level 1	Quoted price (unadjusted) in active markets for the identical assets or liabilities. This level includes listed equity securities and / or debt instruments.
• Level 2	Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
• Level 3	Inputs for asset or liability that are not based on observable market data (unobservable inputs). This level includes equity and / or debt instruments with significant unobservable components.

RUPEES IN THOUSANDS

As at 30 June 2026	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Financial Assets				
Derivative Financial Assets	-	165,339	-	165,339
Financial Assets Designated at Fair Value through Profit or Loss	139,475	-	-	139,475
Financial Assets Measured at Fair Value through Other Comprehensive Income	900,830	-	2,993	903,823
	1,040,305	**165,339**	**2,993**	**1,208,637**
Financial Liaiblities				
Derivative Financial Liabilities	-	18,350	-	18,350
	-	**18,350**	**-**	**18,350**

RUPEES IN THOUSANDS

As at 31 December 2025	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL (AUDITED)
Financial Assets				
Derivative Financial Assets	-	21,672	-	21,672
Financial Assets Designated at Fair Value through Profit or Loss	38,963	-	-	38,963
Financial Assets Measured at Fair Value through Other Comprehensive Income	921,260	-	2,993	924,253
	960,223	**21,672**	**2,993**	**984,888**
Financial Liaiblities				
Derivative Financial Liabilities	-	479	-	479
	-	**479**	**-**	**479**

Derivative Financial Assets and Liabilities:

Derivative products are promissory forward foreign exchange transactions, valued using a valuation technique with market-observable inputs. The most frequently applied valuation techniques include promissory forward foreign exchange spot and Net Present Value.

Financial Assets Recognised through Profit or Loss - Measured at Fair Value, Financial Assets Measured at Fair Value through Other Comprehensive Income

The estimated fair values are based on quoted and observable market prices.

Financial Instruments not carried at Fair Value

Set out below is a comparison, by class, of the carrying amounts and fair values of the Bank's financial instruments that are not carried at fair value in the Financial Statements. This table does not include the fair values of Non–Financial Assets and Non–Financial Liabilities.

RUPEES IN THOUSANDS

	30.6.2026		31.12.2025	
	CARRYING VALUE	FAIR VALUE	CARRYING VALUE (AUDITED)	FAIR VALUE (AUDITED)
Financial Assets				
Cash and Cash Equivalents	29,118,591	28,072,586	14,955,183	14,955,183
Balance with Central Bank of Sri Lanka	4,808,826	11,271,693	7,733,586	7,733,586
Placements with Banks	7,530,581	7,559,276	22,989,871	22,989,871
Placements with Other Companies	2,505,783	87	86	86
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	152,316,766	145,069,958	150,952,391	141,632,024
Other Assets - Financial	2,171,447	2,068,632	1,660,487	1,660,487
	198,451,994	**194,042,232**	**198,291,604**	**188,971,237**
Financial Liabilities				
Due to Banks	2,019,831	2,019,831	1,881,171	1,881,171
Financial Liabilities at Amortised Cost - Due to Depositors	170,791,524	170,791,524	172,073,723	172,073,723
Other Liabilities - Financial	4,600,405	4,600,405	3,697,750	3,697,750
	177,411,760	**177,411,760**	**177,652,644**	**177,652,644**

The following describes the methodologies and assumptions used to determine fair values for those financial instruments which are not already recorded at fair value in the Financial Statements:

Balances with Banks, Balances with Licensed Finance Companies, Other Financial Assets and Other Financial Liabilities

For the above, the carrying value is a reasonable estimate of fair values.

Financial Assets at Amortised Cost - Financing and Receivables to Other Customers

The fair value of the above are estimated by discounting the estimated future cash flows using the prevailing market rates for financing as of the reporting date with similar credit risks and maturities (Level 3).

Financial Liabilities at Amortised Cost - Due to Depositors

The fair values of the above are deemed to approximate their carrying amounts as rate of returns are determined at the end of their holding periods based on the profit generated from the relevant investments.

NOTES TO THE FINANCIAL STATEMENTS

07. SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING)

		AS AT 30.6.2026	AS AT 31.12.2025 (AUDITED)
Regulatory Capital (Rs. '000)			
Common Equity Tier 1 (before applicable adjustments)		24,487,544	23,742,181
Common Equity Tier 1 (after applicable adjustments)		22,517,216	22,556,793
Tier 1 Capital		22,517,216	22,556,793
Total Capital		25,157,444	25,382,332
Regulatory Capital Ratios (%)			
Common Equity Tier 1 Capital Ratio (Minimum Requirement 7.0%)		12.4%	13.0%
Tier I Capital Ratio (Minimum Requirement 8.5%)		12.4%	13.0%
Total Capital Ratio (Minimum Requirement 12.5%)		13.8%	14.7%
Leverage Ratio % (Minimum Requirement 3%)		9.8%	10.4%
Regulatory Liquidity			
Liquidity Coverage Ratio (%) (Minimum Requirement 100%)			
- Rupee (%)		321.8%	330.3%
- All Currency (%)		206.6%	231.5%
Net Stable Funding Ratio (%) (Minimum Requirement 100%)		144.2%	142.5%
Assets Quality (Quality of Financing and Advance Portfolio)			
Impaired Financing and Advances (Stage 3) Ratio			
- Gross (%)		2.8%	2.8%
- Net (%)		1.1%	1.2%
Impairment (Stage 3) to Stage 3 Financing and Advances Ratio (%)		59.1%	56.1%
Profitability			
Financing Margin (%)		4.3%	4.3%
Return on Assets (Before Tax) (%)		1.8%	2.1%
Return on Equity (%)		8.9%	10.4%
Cost to Income (%)		51.2%	51.8%
Memorandum Information			
Credit Rating	- Fitch Ratings	BBB-(lka)	BBB-(lka)
	- Lanka Rating Agency	BBB+	BBB+
Number of Employees		917	928
Number of Branches		33	33

NOTES TO THE FINANCIAL STATEMENTS

08. SEGMENT INFORMATION

The following table presents information on total income, profit, total assets and liabilities regarding the Bank's operating segments.

RUPEES IN THOUSANDS

FOR THE PERIOD ENDED 30 JUNE 2026	CONSUMER BANKING	BUSINESS BANKING	TOTAL BANKING	TREASURY	UNALLOCATED / ELIMINATION	TOTAL
Income						
Financing Income	2,680,447	5,885,124	8,565,571	441,775		9,007,346
Net Fee and Commission Income	415,401	284,151	699,552	11,798	-	711,350
Net Trading Income	-	-	-	354,777	-	354,777
Net Gains / (Losses) from Financial Investments at Fair Value Through Profit or Loss	-	-	-	18,641	-	18,641
Net Gains / (Losses) from Derecognition of Financial Assets	-	-	-	(2,502)	-	(2,502)
Other Operating Income	-	-	-	2,757	-	2,757
Total Income	**3,095,848**	**6,169,275**	**9,265,123**	**827,246**	**-**	**10,092,369**
Less						
Financing Expenses	(1,339,248)	(3,124,911)	(4,464,159)	(53,445)	(45,860)	(4,563,464)
Impairment (Charges) / Reversals	(47,091)	(109,882)	(156,973)	(2,602)	-	(159,575)
Operating Expenses	(861,238)	(2,009,554)	(2,870,792)	-	-	(2,870,792)
Operating Profit Before VAT on FS &	**848,271**	**924,928**	**1,773,199**	**771,199**	**(45,860)**	**2,498,538**
VAT on FS & SSCL						(624,355)
Profit Before Tax						**1,874,183**
Tax Expense						(749,561)
Profit After Tax						**1,124,622**
Total Assets	45,636,996	111,368,687	157,005,683	26,929,899	31,294,661	**215,230,243**
Total Liabilities	37,563,252	142,830,009	180,393,261	2,049,412	6,715,198	**189,157,871**

RUPEES IN THOUSANDS

FOR THE PERIOD ENDED 30 JUNE 2025	CONSUMER BANKING	BUSINESS BANKING	TOTAL BANKING	TREASURY	UNALLOCATED / ELIMINATION	TOTAL
Income						
Financing Income	2,069,162	4,886,704	6,955,866	1,034,720	-	7,990,586
Net Fee and Commission Income	172,670	415,947	588,617	21,372	2,790	612,779
Net Trading Income	-	-	-	221,124		221,124
Net Gains / (Losses) from Financial Investments at Fair Value Through Profit or Loss	-	-	-	3,384	-	3,384
Net Gains / (Losses) from Derecognition of Financial Assets	-	-	-	(132)	-	(132)
Other Operating Income	-	-	-	1,557	-	1,557
Total Income	**2,241,832**	**5,302,651**	**7,544,483**	**1,282,025**	**2,790**	**8,829,298**
Less						
Financing Expenses	(1,235,265)	(2,882,286)	(4,117,551)	(325)	(39,931)	(4,157,807)
Impairment (Charges) / Reversals	(44,378)	(103,550)	(147,928)	4,238	-	(143,690)
Operating Expenses	(509,509)	(1,188,853)	(1,698,362)	(718,939)	-	(2,417,301)
Operating Profit Before VAT on FS	**452,680**	**1,127,962**	**1,580,642**	**566,999**	**(37,141)**	**2,110,500**
VAT on FS & SSCL						(572,516)
Profit Before Tax						**1,537,984**
Tax Expense						(636,650)
Profit After Tax						**901,334**
Total Assets	33,775,066	100,280,683	134,055,749	42,244,916	24,219,751	**200,520,416**
Total Liabilities	130,791,579	38,551,463	169,343,042	1,501,305	5,899,846	**176,744,193**

EXPLANATORY NOTES

1. These Interim Financial Statements have been prepared in accordance with LKAS 34 - Interim Financial Reporting and present information required by Listing Rules of Colombo Stock Exchange.

2. The interim condensed Financial Statements do not include all the information and disclosure required in the Annual Financial Statements, and should be read in conjunction with Annual Financial Statements as at 31 December 2025.

3. There are no material events that took place after the Statement of Financial Position date which require adjustment to or disclosures in the Financial Statements.

4. The accounting policies adopted in the presentation of the interim condensed Financial Statements are consistent with those followed in the preparation of the Bank's Annual Financial Statements for the year ended 31 December 2025.

5. Comparative figures have been restated wherever necessary to conform to the current period's presentation.

6. There has not been a significant change in the nature of the contingent liabilities as disclosed in the Annual Report of 2025.

7. Senior Independent Director, Mr. K M P Abdullah retired from the Board on 10 July 2026 upon completing his tenure of nine years as a Director of the Bank.

8. During the 2nd quarter of 2026, the Bank acquired its new corporate office premises. The Board of Directors has decided to dispose of the former corporate office located at 486, Galle Road, Colombo 3.

9. Market Price of Ordinary Shares :

	2026 **Rs.**	**2025** **Rs.**
Last Traded Price as at 30 June	26.80	22.50
Highest Market Price during the quarter ended 30 June	29.40	24.90
Lowest Market Price during the quarter ended 30 June	25.60	21.70

09. TWENTY LARGEST SHAREHOLDERS AS AT 30 JUNE 2026

No	Name of Shareholder	No. of Shares	%
1	IB Growth Fund (Labuan) LLP	137,277,245	24.90%
2	Sampath Bank PLC / Senthilverl Holdings (Pvt) Ltd	79,802,630	14.48%
3	Cargills Bank Limited / Senthilverl Holdings (Pvt) Ltd	29,022,673	5.27%
4	Mr. Osman Kassim / Mrs. Khairunnissa Kassim / Mr. Abdullah O Kassim	23,039,824	4.18%
5	Bank Islam Malaysia Berhad	20,949,916	3.80%
6	AB Bank PLC	20,949,916	3.80%
7	Quick Tea Pvt Ltd	20,476,459	3.71%
8	Islamic Development Bank	18,339,298	3.33%
9	Akbar Brothers Pvt Ltd	18,302,459	3.32%
10	Domon Ltd.	11,573,996	2.10%
11	E.W. Balasuriya & Co. (Pvt) Ltd Acc No 01	9,829,795	1.78%
12	Mr. Feroz Omar	9,684,895	1.76%
13	P M Mohamedali & Co	8,753,665	1.59%
14	Mrs. Shahida Hamid	8,238,697	1.49%
15	Mrs. Tarab Iqbal Ismail	8,238,697	1.49%
16	Millennium Capital Investments Pte Ltd	8,138,133	1.48%
17	Mr. Hanif Yusoof	6,547,826	1.19%
18	Mr. Shafik Kassim	6,445,236	1.17%
19	Mr. Sattar Kassim / Mrs. S.S. Kassim	4,688,975	0.85%
20	Mr. Farook Kassim	4,546,000	0.82%
	Sub total	**454,846,335**	**82.51%**
	Other Shareholders (No. of Shareholders 10,270)	96,376,471	17.48%
	Total	**551,222,806**	**100.00%**

Percentage of Public Holding as at 30 June 2026	**44.66%**
No. of Public Shareholders	**10,269**
Float adjusted market capitalisation	**Rs 6.67 Bn**

Bank complies with the minimum public holding requirement under option 3 as specified by rule 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange (Requirements of above option are; (a) Public Holding %: 7.5%, (b) Number of Public Shareholders: 500)

10. DIRECTORS' HOLDING IN SHARES AS AT 30 JUNE 2026

Name	No. of Shares
Mr. Ali Asghar Akbarally	Nil
Mr. Mohamed Azmeer	300,000
Mr. K M P B Abdullah (Retired w.e.f. 10 July 2026)	Nil
Mr. M Ataur Rahman Chowdhury	Nil
Mr. S M Asim Raza	Nil
Mr. Tishan Subasinghe	Nil
Mr. Mohamed Adamaly	Nil
Mr. Delvin Pereira	Nil
Mr. Azreen Zaheer	Nil
Mr. Senthilverl Senthi Nandhanan	Nil
Mr. Musthafa Sattar Kassim	Nil
Prof. Dr. Aishath Muneeza	Nil