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INTERIM FINANCIAL STATEMENTS
for the year ended 31 December 2025
(Audited)

Bank of Ceylon

Fitch Ratings: AA-(lka)

Financial Commentary for the year ended 31 December 2025

- Profit Before Tax of Rs. 120.8 billion
- Profit After Tax of Rs. 76.0 billion
- Total Tax contribution to GOSL Rs. 76.7 billion
- Total Assets base Rs. 5.5 trillion
- Total Deposit base of Rs. 4.4 trillion
- Gross loans and advances of Rs. 2.6 trillion

Bank of Ceylon (BOC) concluded the financial year ended 31st December 2025 with a landmark performance, achieving a Profit After Tax (PAT) of Rs. 76.0 billion, 18% increase over the previous year, while Profit Before Tax (PBT) reached Rs. 120.8 billion. Beyond financial growth, this year marked a pivotal shift towards sustainable and inclusive banking, with strategic initiatives in green finance, social development, and digital innovation driving both economic and environmental impact. BOC's performance reflects its dual commitment delivering robust returns for stakeholders while championing sustainable development that supports Sri Lanka's long-term economic and social resilience.

Revenue Momentum Backed by Core Banking Strength

BOC closed the year 2025 with exceptional financial momentum, reflecting disciplined execution, strategic growth, and a commitment to sustainable banking. The Bank reported Total Operating Income of Rs. 246.8 billion, a 36% increase compared to the previous year, driven by strong growth in both interest and non-interest income, underscoring the Bank's ability to sustain profitability while maintaining long-term resilience.

Net Interest Income (NII) rose by 24% to Rs. 206.9 billion, propelled by effective asset-liability management, improved interest margins, and optimized funding strategies. Interest income grew by 8% to Rs. 496.2 billion, while interest expenses decreased slightly by 2% to Rs. 289.2 billion, reflecting disciplined balance sheet management.

Diversified income streams further strengthened the Bank's performance. Net fee and commission income increased by 12% to Rs. 23.1 billion, supported by higher digital transactions, card services, trade finance, and remittance flows by reinforcing revenue stability and sustainability.

Operational Excellence Enhancing Profitability

Total operating expenses increased moderately by 9% to Rs. 73.0 billion, largely due to strategic investments in technology, human capital, and service infrastructure aimed at enhancing customer experience and operational efficiency. Revenue growth significantly outpaced the increase in operating expenses, resulting in an Operating Profit Before Taxes on Financial Services of Rs. 152.7 billion, a 13% increase compared to the previous year.

After accounting for taxes on financial services of Rs. 31.9 billion and income tax expenses of Rs. 44.8 billion, BOC achieved a Profit After Tax (PAT) of Rs. 76.0 billion. This strong bottom line performance underscores the Bank's ability to balance strategic investment with financial discipline, ensuring sustainable earnings growth and enhanced shareholder value.

Strengthened Asset Quality through Prudent Risk Management

In 2025, BOC continued to demonstrate robust credit risk management while expanding its lending portfolio. The Bank recorded an impairment charge of Rs. 20.7 billion on loans and advances, reflecting a prudent and forward-looking provisioning approach in response to evolving macroeconomic conditions and potential exposures from events such as Cyclone Ditwah.

The Stage 3 loan ratio improved to 5.59% from 7.17% in 2024, highlighting the Bank's effective recovery initiatives, disciplined credit monitoring, and strengthened collection efforts. The Stage 3 provision coverage ratio strengthened to 57.91%, underscoring BOC's commitment to conservative provisioning, portfolio quality, and long-term financial resilience.

Balance Sheet Expansion and Capital Strength

As at 31st December 2025, total assets exceeded Rs. 5.5 trillion, reflecting 10% growth compared to the previous year. Gross loans and advances increased to Rs. 2.6 trillion, while the deposit base expanded to Rs. 4.4 trillion, demonstrating sustained customer confidence and strong franchise value. Return on Assets (ROA) before tax improved to 2.31% from 2.28% in 2024. Return on Equity (ROE) after tax moderated slightly to 22.74% from 23.23% in 2024, reflecting enhanced capital strength. Net Interest Margin improved to 3.96% from 3.57%, highlighting effective management of interest-earning assets and liabilities. Capital adequacy ratios remained well above regulatory requirements, with a Common Equity Tier 1 ratio of 11.44% and a Total Capital Ratio of 16.89%. Liquidity coverage ratios for both rupee and all currencies remained comfortably above minimum thresholds, ensuring strong liquidity resilience.

Landmark Sustainability Bond to Strengthen Green and Social Lending

In 2025, BOC successfully issued its inaugural Rs. 20 billion Basel III-compliant Tier II Sustainability Bond, the largest sustainability bond issuance in Sri Lanka and the first by a state-owned bank. Proceeds will use to finance eligible green and social projects, including renewable energy, sustainable agriculture, SMEs, healthcare, education, water management, and essential infrastructure. Independent external review and transparent reporting mechanisms ensure accountability and measurable impact.

Recognition and Brand Leadership

BOC was ranked as the top Sri Lankan Bank among the Top 1000 World Banks by The Banker (UK). The Bank was recognized as Sri Lanka's No. 1 Brand and Most Valuable Brand by Brand Finance Lanka, with a brand value of Rs. 57.4 billion.

BOC maintains a robust domestic presence with a widespread network of over 2,300 direct customer touchpoints including fully-equipped and mobile branches, SME centers, ATMs, CDMs, and CRMs and the Bank ensures comprehensive financial accessibility across all provinces of the country, reinforcing its commitment to financial inclusion. Internationally, the Bank extends its presence through branches in India, Maldives, and Seychelles, a limited-services branch in Hulhumale, and a fully-owned subsidiary in London, United Kingdom, further strengthening its global footprint.

Fitch Ratings has affirmed the National Long-Term Rating at 'AA-(lka)' and the Long Term Foreign and Local Currency Issuer Default Ratings at 'CCC+' for Bank of Ceylon.

STATEMENT OF PROFIT OR LOSS

Rs. 000

31 December	Bank						Group					
	For the year ended			For the quarter ended			For the year ended			For the quarter ended		
	2025	2024	Change %	2025	2024	Change %	2025	2024	Change %	2025	2024	Change %
Total income	548,623,413	485,405,047	13.0	143,459,239	107,592,181	33.3	558,674,587	494,921,947	12.9	146,428,824	110,473,750	32.5
Interest income	496,158,958	461,113,949	7.6	128,045,609	108,141,240	18.4	504,977,909	468,786,127	7.7	130,666,601	110,141,840	18.6
Interest expenses	(289,222,537)	(293,561,489)	(1.5)	(74,319,612)	(67,866,205)	9.5	(293,134,705)	(297,058,327)	(1.3)	(75,492,057)	(68,688,687)	9.9
Net interest income	206,936,421	167,552,460	23.5	53,725,997	40,275,035	33.4	211,843,204	171,727,800	23.4	55,174,544	41,453,153	33.1
Fee and commission income	35,697,977	30,415,561	17.4	9,767,054	8,359,779	16.8	36,255,289	30,847,506	17.5	9,894,924	8,467,983	16.9
Fee and commission expenses	(12,600,869)	(9,802,534)	28.5	(3,449,790)	(2,867,208)	20.3	(12,689,384)	(9,845,866)	28.9	(3,474,623)	(2,889,117)	20.3
Net fee and commission income	23,097,108	20,613,027	12.1	6,317,264	5,492,571	15.0	23,565,905	21,001,640	12.2	6,420,301	5,578,866	15.1
Net gains/ (losses) from trading	5,810,710	3,433,734	69.2	1,732,271	(906,133)	(291.2)	5,855,505	3,473,065	68.6	1,744,548	(899,627)	(293.9)
Net fair value gains/ (losses) from financial instruments at fair value through profit or loss	1,581,766	1,507,537	4.9	234,278	1,088,215	(78.5)	998,484	1,714,133	(41.7)	190,778	1,431,644	(86.7)
Net gains/(losses) on derecognition of financial assets												
- at fair value through profit or loss	486,521	160,152	203.8	125,935	48,590	159.2	537,434	178,227	201.5	143,402	66,665	115.1
- at fair value through other comprehensive income	1,254,673	1,240,701	1.1	106,893	158,182	(32.4)	1,986,050	2,016,437	(1.5)	115,229	387,064	(70.2)
- at amortised cost	-	(4,999,545)	(100.0)	-	(4,999,545)	(100.0)	3,164	(5,087,161)	(100.1)	3,164	(5,087,161)	(100.1)
Other operating income	7,632,808	(7,467,042)	(202.2)	3,447,199	(4,298,147)	(180.2)	8,060,752	(7,006,387)	(215.0)	3,670,178	(4,034,658)	(191.0)
Total operating income	167,766,478	(6,124,463)	(373.8)	5,646,576	(8,908,838)	(163.4)	17,441,389	(4,711,686)	(470.2)	5,867,299	(8,136,073)	(172.1)
Impairment (charge)/ reversal	246,800,007	182,041,024	35.6	65,689,837	36,858,768	78.2	252,850,498	188,017,754	34.5	67,462,144	38,895,946	73.4
Loans and advances	(20,664,667)	(12,426,371)	66.3	(1,996,209)	(6,628,426)	(69.9)	(20,572,540)	(12,325,337)	66.9	(2,107,224)	(6,543,608)	(67.8)
Other financial assets	(445,111)	32,769,530	(101.4)	(870,498)	40,313,248	(102.2)	(445,111)	33,045,342	(101.3)	(870,498)	40,488,324	(102.1)
Net operating income	225,690,229	202,384,183	11.5	62,823,130	70,543,590	(10.9)	231,832,847	208,737,759	11.1	64,484,422	72,840,662	(11.5)
Operating expenses												
Personnel expenses	(45,689,438)	(40,287,071)	13.4	(12,544,380)	(8,935,650)	40.4	(48,534,203)	(42,946,620)	13.0	(13,290,830)	(9,656,029)	37.6
Depreciation and amortisation	(5,022,916)	(4,194,927)	19.7	(1,553,950)	(1,224,301)	26.9	(4,732,494)	(4,308,053)	9.9	(1,216,028)	(1,255,370)	(3.1)
Other expenses	(22,269,517)	(22,602,628)	(1.5)	(7,078,683)	(8,032,346)	(11.9)	(24,498,541)	(24,557,901)	(0.2)	(7,735,915)	(8,729,226)	(11.4)
Total operating expenses	(72,981,871)	(67,084,626)	8.8	(21,177,013)	(18,192,297)	16.4	(77,765,238)	(71,812,574)	8.3	(22,242,773)	(19,640,625)	13.2
Operating profit before taxes on financial services	152,708,358	135,299,557	12.9	41,646,117	52,351,293	(20.4)	154,067,609	136,925,185	12.5	42,241,649	53,200,037	(20.6)
Taxes on Financial Services												
Value Added Tax (VAT) on financial services	(27,993,418)	(24,932,941)	12.3	(7,472,073)	(9,009,064)	(17.1)	(28,349,923)	(25,277,395)	12.2	(7,567,173)	(9,150,398)	(17.3)
Social Security Contribution Levy (SSCL)	(3,887,986)	(3,462,348)	12.3	(1,037,799)	(1,250,273)	(17.0)	(3,940,091)	(3,512,748)	12.2	(1,051,476)	(1,270,450)	(17.2)
Operating profit after taxes on financial services	120,826,954	106,904,268	13.0	33,136,245	42,091,956	(21.3)	121,777,595	108,135,042	12.6	33,623,000	42,779,189	(21.4)
Share of profits/ (losses) of Associate companies, net of tax	-	-	-	-	-	-	156,155	86,425	80.7	47,057	41,861	12.4
Profit before income tax	120,826,954	106,904,268	13.0	33,136,245	42,091,956	(21.3)	121,933,750	108,221,467	12.7	33,670,057	42,821,050	(21.4)
Income tax expense	(44,820,023)	(42,517,329)	5.4	(12,877,249)	(16,795,675)	(23.3)	(45,462,492)	(43,159,990)	5.3	(13,029,581)	(17,057,068)	(23.6)
Profit for the year	76,006,931	64,386,939	18.0	20,258,996	25,296,281	(19.9)	76,471,258	65,061,477	17.5	20,640,476	25,763,982	(19.9)
Profit attributable to:												
Equity holder of the Bank	76,006,931	64,386,939	18.0	20,258,996	25,296,281	(19.9)	76,583,681	65,007,643	17.8	20,686,665	25,742,869	(19.6)
Non controlling interest	-	-	-	-	-	-	(112,423)	53,834	(308.8)	(46,189)	21,113	(318.8)
Profit for the year	76,006,931	64,386,939	18.0	20,258,996	25,296,281	(19.9)	76,471,258	65,061,477	17.5	20,640,476	25,763,982	(19.9)
Earnings per share:												
Basic earnings per share (Rs.)	2,987.93	2,575.48	16.0	796.41	1,011.85	(21.3)	3,010.60	2,600.31	15.8	813.22	1,029.71	(21.0)
Diluted earnings per share (Rs.)	2,954.02	2,502.41	18.0	787.37	983.14	(19.9)	2,976.44	2,526.53	17.8	803.99	1,000.50	(19.6)

STATEMENT OF COMPREHENSIVE INCOME

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Rs. 000

31 December	Bank						Group					
	For the year ended			For the quarter ended			For the year ended			For the quarter ended		
	2025	2024	Change %	2025	2024	Change %	2025	2024	Change %	2025	2024	Change %
Profit for the year	76,006,931	64,386,939	18.0	20,258,996	25,296,281	(19.9)	76,471,258	65,061,477	17.5	20,640,476	25,763,982	(19.9)
Other comprehensive income for the year , net of tax												
Items that will be reclassified to profit or loss												
Exchange differences on translation of foreign operations	577,270	(1,849,445)	(131.2)	388,592	(478,299)	(181.2)	1,344,993	(2,499,942)	(153.8)	559,000	(977,511)	(157.2)
Net gains/ (losses) on cashflow hedge instruments	(783,217)	(3,730,094)	(79.0)	(85,968)	(872,875)	(90.2)	(783,217)	(3,730,094)	(79.0)	(85,968)	(872,875)	(90.2)
Net gains/ (losses) on investments in debt instruments measured at FVTOCI	(489,211)	736,052	(166.5)	(180,941)	811,727	(122.3)	(545,848)	745,464	(173.2)	(181,544)	822,140	(122.1)
Net (gains)/ losses on FVTOCI financial investments reclassification to profit or loss	-	-	-	-	-	-	-	(6,663)	(100.0)	-	-	-
Deferred tax effect on net gains/ (losses) on investments in debt instruments measured at FVTOCI	148,454	(220,371)	(167.4)	54,217	(244,079)	(122.2)	148,454	(220,371)	(167.4)	54,217	(244,079)	(122.2)
Share of other comprehensive income of Associate Companies, net of tax	-	-	-	-	-	-	30,421	16,795	81.1	4,949	18,958	(73.9)
	(546,704)	(5,063,858)	(89.2)	175,900	(783,526)	(122.4)	194,803	(5,694,811)	(103.4)	350,654	(1,253,367)	(128.0)
Items that will not be reclassified to profit or loss												
Change in fair value on investments in equity instruments measured at FVTOCI	2,176,370	2,782,020	(21.8)	155,803	2,062,808	(92.4)	2,754,600	1,912,880	44.0	339,235	2,050,032	(83.5)
Deferred tax effect on change in fair value on investments in equity instruments measured at FVTOCI	(212,651)	(120,459)	76.5	(43,719)	(83,905)	(47.9)	(212,651)	(120,459)	76.5	(43,719)	(83,905)	(47.9)
Gain/ (Loss) of derecognition of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Changes in revaluation surplus/ (deficit)	-	-	-	-	-	-	653,881	(139,720)	(568.0)	653,881	(139,720)	(568.0)
Deferred tax effect on revaluation surplus/ (deficit)	-	-	-	-	-	-	(196,164)	41,916	(568.0)	(196,164)	41,916	(568.0)
Re-measurement of post-employment benefit obligations	(13,119,330)	(13,794,600)	(4.9)	(5,155,330)	(8,429,039)	(38.8)	(13,059,383)	(13,861,596)	(5.8)	(5,106,374)	(8,496,064)	(39.9)
Deferred tax effect on post-employment benefit obligations	3,935,799	4,138,380	(4.9)	1,546,599	2,528,712	(38.8)	3,930,252	4,157,605	(5.5)	1,544,348	2,547,946	(39.4)
	(7,219,812)	(6,994,659)	3.2	(3,496,647)	(3,921,424)	(10.8)	(6,129,465)	(8,009,374)	(23.5)	(2,808,793)	(4,079,795)	(31.2)
Other comprehensive income for the year, net of tax	(7,766,516)	(12,058,517)	(35.6)	(3,320,747)	(4,704,950)	(29.4)	(5,934,662)	(13,704,185)	(56.7)	(2,458,139)	(5,333,162)	(53.9)
Total comprehensive income for the year	68,240,415	52,328,422	30.4	16,938,249	20,591,331	(17.7)	70,536,596	51,357,292	37.3	18,182,337	20,430,820	(11.0)
Attributable to:												
Equity holder of the Bank	68,240,415	52,328,422	30.4	16,938,249	20,591,331	(17.7)	70,606,259	51,321,630	37.6	18,195,701	20,409,640	(10.8)
Non controlling interest	-	-	-	-	-	-	(69,663)	35,662	(295.3)	(13,364)	21,180	(163.1)
Total comprehensive income for the year	68,240,415	52,328,422	30.4	16,938,249	20,591,331	(17.7)	70,536,596	51,357,292	37.3	18,182,337	20,430,820	(11.0)

Rs. 000

As at	Bank			Group		
	31-Dec-2025 Audited	31-Dec-2024 Audited	Change %	31-Dec-2025 Audited	31-Dec-2024 Audited	Change %
Assets						
Cash and cash equivalents	131,083,172	115,422,407	13.6	133,811,977	116,281,852	15.1
Balances with Central Banks	79,845,952	52,346,230	52.5	79,845,952	52,346,230	52.5
Placements with banks	39,458,670	62,413,107	(36.8)	43,182,411	61,576,750	(29.9)
Securities purchased under resale agreements	345,307	23,982,341	(98.6)	604,912	21,581,160	(97.2)
Derivative financial assets	6,900,797	23,500,600	(70.6)	6,900,797	23,500,600	(70.6)
Financial assets recognized through profit or loss measured at fair value	12,600,011	21,003,177	(40.0)	20,452,616	29,762,487	(31.3)
Financial assets at amortized cost						
- loans and advances	2,371,751,976	2,177,707,779	8.9	2,442,422,718	2,221,161,844	10.0
- debt and other instruments	2,605,510,006	2,275,934,376	14.5	2,611,713,109	2,282,636,084	14.4
Financial assets - measured at fair value through other comprehensive income	37,379,176	52,049,653	(28.2)	39,744,042	53,862,763	(26.2)
Investment in Subsidiary companies	8,105,402	8,080,402	0.3	-	-	-
Investment in Associate companies	92,988	92,988	-	894,332	828,923	7.9
Investment properties	2,414,640	2,414,640	-	-	-	-
Property, plant and equipment	46,142,559	45,621,257	1.1	63,453,867	62,308,257	1.8
Right of Use Asset/ Leasehold properties	5,510,507	5,554,420	(0.8)	2,957,410	3,355,142	(11.9)
Intangible assets	2,790,651	1,608,812	73.5	2,888,809	1,710,211	68.9
Deferred tax assets	27,402,018	15,836,422	73.0	27,518,175	15,967,300	72.3
Other assets	90,216,952	101,570,365	(11.2)	90,659,339	101,791,704	(10.9)
Total assets	5,467,550,784	4,985,138,976	9.7	5,567,050,466	5,048,671,307	10.3
Liabilities						
Due to banks	26,397,898	1,671,087	1,479.7	27,225,943	1,682,417	1,518.3
Securities sold under repurchase agreements	284,215,169	131,079,414	116.8	288,688,312	130,030,614	122.0
Derivative financial liabilities	561,062	16,476,077	(96.6)	561,062	16,476,077	(96.6)
Financial liabilities at amortized cost						
- due to depositors	4,388,585,972	4,208,603,435	4.3	4,447,652,639	4,245,531,800	4.8
- other borrowings	48,719,379	29,143,678	67.2	56,877,726	32,344,253	75.9
Debt securities issued	-	-	-	1,754,101	718,873	144.0
Current tax liabilities	25,418,318	23,209,855	9.5	25,667,188	23,594,223	8.8
Deferred tax liabilities	-	-	-	3,003,753	2,911,350	3.2
Insurance contract liabilities - Life	-	-	-	483,493	400,967	20.6
Insurance contract liabilities - Non life	-	-	-	558,400	423,923	31.7
Other liabilities	228,397,006	203,859,925	12.0	227,394,869	203,826,491	11.6
Subordinated liabilities	99,455,760	68,535,700	45.1	99,203,598	68,282,559	45.3
Total liabilities	5,101,750,564	4,682,579,171	9.0	5,179,071,084	4,726,223,547	9.6
Equity						
Share capital	25,730,000	25,730,000	-	25,730,000	25,730,000	-
Permanent reserve fund	18,474,000	16,953,000	9.0	18,474,000	16,953,000	9.0
OCI reserve	7,357,511	5,734,549	28.3	9,459,184	7,328,571	29.1
Cashflow hedge reserve	738,206	1,521,423	(51.5)	738,206	1,521,423	(51.5)
Retained earnings	204,351,656	183,388,860	11.4	207,048,884	185,536,613	11.6
Other reserves	109,148,847	69,231,973	57.7	125,454,103	84,226,676	48.9
Total equity attributable to equity holder of the Bank	365,800,220	302,559,805	20.9	386,904,377	321,296,283	20.4
Non controlling interest	-	-	-	1,075,005	1,151,477	(6.6)
Total equity	365,800,220	302,559,805	20.9	387,979,382	322,447,760	20.3
Total liabilities and equity	5,467,550,784	4,985,138,976	9.7	5,567,050,466	5,048,671,307	10.3
Contingent liabilities and commitments	1,808,404,621	1,788,296,358	1.1	1,812,255,096	1,789,396,253	1.3

STATEMENT OF CHANGES IN EQUITY- BANK

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	Rs. 000								
	Share capital	Capital pending allotment	Permanent reserve fund	OCI reserve	Cashflow hedge reserve	Other reserves		Retained earnings	Total equity
						Other reserves	Revaluation reserve		
Balance as at 01 January 2024	25,000,000	730,000	15,665,000	2,557,307	5,251,517	8,931,901	22,227,386	171,351,609	251,714,720
Total comprehensive income for the year									
Profit for the year	-	-	-	-	-	-	-	64,386,939	64,386,939
Other comprehensive income, net of tax	-	-	-	3,177,242	(3,730,094)	(1,849,445)	-	(9,656,220)	(12,058,517)
Surcharge Tax	-	-	-	-	-	-	-	(1,483,337)	(1,483,337)
Transfers to permanent reserve fund	-	-	1,288,000	-	-	-	-	(1,288,000)	-
Transfer to Special Reserve	-	-	-	-	-	39,922,131	-	(39,922,131)	-
Balance as at 31 December 2024	25,000,000	730,000	16,953,000	5,734,549	1,521,423	47,004,587	22,227,386	183,388,860	302,559,805
Balance as at 01 January 2025	25,000,000	730,000	16,953,000	5,734,549	1,521,423	47,004,587	22,227,386	183,388,860	302,559,805
Total comprehensive income for the year									
Profit for the year	-	-	-	-	-	-	-	76,006,931	76,006,931
Other comprehensive income, net of tax	-	-	-	1,622,962	(783,217)	577,270	-	(9,183,531)	(7,766,516)
Dividends	-	-	-	-	-	-	-	(5,000,000)	(5,000,000)
Transfers to Share Capital	730,000	(730,000)	-	-	-	-	-	-	-
Transfers to permanent reserve fund	-	-	1,521,000	-	-	-	-	(1,521,000)	-
Transfer to Special Reserve	-	-	-	-	-	38,839,604	-	(38,839,604)	-
Transfer to Other Reserves	-	-	-	-	-	500,000	-	(500,000)	-
Balance as at 31 December 2025	25,730,000	-	18,474,000	7,357,511	738,206	86,921,461	22,227,386	204,351,656	365,800,220

STATEMENT OF CHANGES IN EQUITY -GROUP

Rs. 000

	Rs. 000									
	Share capital	Capital pending allotment	Permanent reserve fund	OCI reserve	Cashflow hedge reserve	Other reserves		Retained earnings	Non controlling interest	Total equity
						Other reserves	Revaluation reserve			
Balance as at 01 January 2024	25,000,000	730,000	15,665,000	4,999,807	5,251,517	13,060,940	33,687,424	173,063,302	1,120,796	272,578,786
Total comprehensive income for the year										
Profit for the year	-	-	-	-	-	-	-	65,007,643	53,834	65,061,477
Other comprehensive income, net of tax	-	-	-	2,328,764	(3,730,094)	(2,499,942)	(102,718)	(9,682,023)	(18,172)	(13,704,185)
Surcharge Tax	-	-	-	-	-	-	-	(1,483,337)	-	(1,483,337)
Transfer to Special Reserve	-	-	-	-	-	39,922,121	-	(39,922,121)	-	-
Transfers to other reserves	-	-	-	-	-	158,851	-	(158,851)	-	-
Subsidiary dividends to non controlling interest	-	-	-	-	-	-	-	-	(6,809)	(6,809)
Transfers to permanent reserve fund	-	-	1,288,000	-	-	-	-	(1,288,000)	-	-
Reversal of unclaimed dividend	-	-	-	-	-	-	-	-	1,828	1,828
Balance as at 31 December 2024	25,000,000	730,000	16,953,000	7,328,571	1,521,423	50,641,970	33,584,706	185,536,613	1,151,477	322,447,760
Balance as at 01 January 2025	25,000,000	730,000	16,953,000	7,328,571	1,521,423	50,641,970	33,584,706	185,536,613	1,151,477	322,447,760
Total comprehensive income for the year										
Profit for the year	-	-	-	-	-	-	-	76,583,681	(112,423)	76,471,258
Other comprehensive income, net of tax	-	-	-	2,130,613	(783,217)	1,344,993	452,389	(9,122,200)	42,760	(5,934,662)
Dividends	-	-	-	-	-	-	-	(5,000,000)	-	(5,000,000)
Subsidiary dividends to non controlling interest	-	-	-	-	-	-	-	-	(6,809)	(6,809)
Transfers to Share Capital	730,000	(730,000)	-	-	-	-	-	-	-	-
Transfers to Permanent reserve fund	-	-	1,521,000	-	-	-	-	(1,521,000)	-	-
Transfer to Special Reserve	-	-	-	-	-	38,949,464	-	(38,949,464)	-	-
Transfer to Other Reserves	-	-	-	-	-	480,581	-	(480,581)	-	-
Reversal of unclaimed dividends	-	-	-	-	-	-	-	1,835	-	1,835
Balance as at 31 December 2025	25,730,000	-	18,474,000	9,459,184	738,206	91,417,008	34,037,095	207,048,884	1,075,005	387,979,382

For the year ended 31 December	Bank		Group	
	2025	2024	2025	2024
Cash flows from operating activities				
Profit before income tax	120,826,954	106,904,268	121,933,750	108,221,467
Adjustments for :				
Net interest income	(206,936,421)	(167,552,460)	(211,843,204)	(171,727,800)
Dividend income	(512,051)	(441,824)	(577,304)	(452,739)
Dividends from subsidiaries and associates	(472,486)	(445,167)	-	-
Share of (profit)/ loss of associate companies, net of tax	-	-	(156,155)	(86,425)
Change in operating assets	(173,370,327)	(31,161,806)	(206,547,328)	(40,159,508)
Change in operating liabilities	312,400,009	506,426,493	341,653,276	517,281,906
Other non-cash items included in profit before tax	29,778,875	(12,906,185)	29,475,986	(13,154,644)
Other net (gains)/ losses from investing activities	(3,322,960)	2,091,155	(3,525,132)	1,178,364
Other net (gain)/loss from financing activities				
	78,391,593	402,914,474	70,413,889	401,100,621
Benefit paid from defined benefit plans	(13,197,039)	(12,902,730)	(13,215,268)	(13,005,447)
Interest received	265,225,897	317,771,463	272,925,185	323,352,205
Interest paid	(231,471,671)	(297,301,377)	(234,842,922)	(300,549,655)
Dividends received	15,357	67,751	17,155	67,751
Net cash from operating activities before income tax	98,964,137	410,549,581	95,298,039	410,965,475
Income tax paid	(44,551,292)	(18,924,494)	(45,138,853)	(19,294,206)
Net cash from operating activities	54,412,845	391,625,087	50,159,186	391,671,269
Cash flows from investing activities				
Net increase in financial investments at amortized cost	(335,099,875)	(595,497,409)	(335,025,197)	(595,638,730)
Net (increase)/ decrease in financial assets measured at fair value through OCI	18,101,520	(974,336)	18,859,371	(1,773,298)
Investment in subsidiary companies	(25,000)	-	-	-
Purchase of property, plant and equipment	(3,252,065)	(5,010,986)	(3,397,337)	(5,325,538)
Purchase of intangible assets	(1,283,266)	(508,908)	(1,318,779)	(544,655)
Proceeds from sale of property, plant and equipment	3,765	17,937	92,183	32,537
Dividends received	969,180	819,240	560,149	384,988
Interest received	245,534,441	204,156,350	246,654,104	206,247,787
Net cash used in investing activities	(75,051,300)	(396,998,112)	(73,575,506)	(396,616,909)
Cash flows from financing activities				
Net increase/ (decrease) in other borrowings	(379,019)	(3,577,049)	2,963,010	(4,594,255)
Proceeds from issue of debentures/ capital bonds	35,000,000	15,000,000	36,000,000	15,000,000
Payments on redemption of debentures	(5,000,000)	(9,149,654)	(5,000,000)	(9,149,654)
Dividends paid to Equity holder of the Bank	(5,000,000)	-	(5,000,000)	-
Dividends paid to non controlling interest	-	-	(6,809)	(6,809)
Interest payments on borrowings and debt securities	(12,795,328)	(15,960,233)	(13,300,038)	(16,219,410)
Net cash from / (used in) financing activities	11,825,653	(13,686,936)	15,656,163	(14,970,128)
Net decrease in cash and cash equivalents during the year	(8,812,802)	(19,059,961)	(7,760,157)	(19,915,768)
Cash and cash equivalents at the beginning of the year	114,381,113	133,441,074	115,229,228	135,144,996
Cash and cash equivalents at the end of the year	105,568,311	114,381,113	107,469,071	115,229,228
Analysis of cash and cash equivalents				
Cash and cash equivalents	131,083,172	115,422,407	133,811,977	116,281,852
Bank overdrafts	(25,514,861)	(1,041,294)	(26,342,906)	(1,052,624)
Cash and cash equivalents at the end of the year	105,568,311	114,381,113	107,469,071	115,229,228

SELECTED PERFORMANCE INDICATORS

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As at	Bank		Group	
	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024
Net assets value per share (Rs)	14,216.88	12,102.39	15,037.09	12,851.85
Profitability				
Interest margin	3.96%	3.57%	3.99%	3.61%
Return on assets (before tax)	2.31%	2.28%	2.30%	2.27%
Return on equity (after tax)	22.74%	23.23%	21.53%	21.87%
Cost to income	32.99%	40.08%	34.06%	41.27%
Assets Quality				
Impaired Loans (Stage 3) Ratio	5.59%	7.17%		
Impairment (Stage 3) to Stage 3 Loans Ratio	57.91%	53.63%		
Investor Information				
Debt to equity (%)	25.48	26.82		
Interest cover (times)	5.22	5.96		
Memorandum Information				
Credit Rating- Fitch	AA-	AA-		
Number of employees	8,912	8,214		
Number of branches	584	584		

KEY REGULATORY RATIOS - CAPITAL AND LIQUIDITY

As at	Bank		Group	
	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024
Regulatory Capital (Rs. ' 000)				
Common equity Tier 1	225,968,229	213,974,181	238,613,145	225,092,530
Total Tier I capital	244,318,229	232,324,181	256,963,145	243,442,530
Total capital	333,554,992	295,847,113	349,258,391	308,734,524
Regulatory Capital Ratios (%)				
Common equity Tier 1 capital ratio (Minimum requirement, Basel III - 8.50%)	11.44%	11.97%	11.47%	12.15%
Total Tier I capital ratio (Minimum requirement, Basel III - 10.00%)	12.37%	13.00%	12.35%	13.14%
Total capital ratio (Minimum requirement, Basel III - 15.00%)	16.89%	16.55%	16.79%	16.66%
Leverage ratio (Minimum requirement - 3%)	4.12%	4.41%	4.26%	4.56%
Regulatory Liquidity				
Total Stock of High Quality Liquid Assets (Rs. ' 000)	2,314,179,943	2,197,634,472		
Liquidity coverage ratio - Rupee (Minimum requirement - 100%)	296.00%	329.00%		
Liquidity coverage ratio - All currency (Minimum requirement - 100%)	260.38%	269.63%		
Net stable funding ratio (Minimum requirement - 100%)	156.59%	157.91%		

SHARE INFORMATION

Shareholder	31-Dec-2025		31-Dec-2024	
	No. of Ordinary Shares	Holding %	No. of Ordinary Shares*	Holding %
Government of Sri Lanka	25,730,000	100	25,730,000	100

* This includes 730,000 shares in pending allotment.

- I. The interim Financial Statements are presented in accordance with Sri Lanka Accounting Standard - LKAS 34 on “Interim Financial Reporting”. These condensed Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2024. In order to conform to better presentation, previous year figures and phrases have been adjusted where relevant.
- II. There are no changes in accounting policies and methods of computation since the publication of Annual Financial Statements for the year 2024.
- III. During the year, there were no material changes in the composition of assets, liabilities and contingent liabilities in the Bank. All known expenses have been charged in these financial statements.
- IV. The Bank evaluated the significant increase in credit risk of Individually Significant Loan (ISL) customers intensively and customers who were identified with objective evidence were classified to higher stages too. Use of management overlays were continued to identify the risk elevated industries and exposures in those industries were classified under stage 2. In addition provisions were made for possible credit losses from cyclone “Ditwah”.
- V. The Bank has adopted the Alternative Treatment (SoAT) on Reclassification of Debt Portfolio, issued by the Institute of Chartered Accountants of Sri Lanka and reclassified its Debt Portfolio of Rs. 12.8 Bn from Fair Value Through Other Comprehensive Income (FVTOCI) to Amortized Cost (AC) with effect from 01 April 2022. If the current portfolio is continued to be measured at FVTOCI, the fair value and the cumulative fair value loss as at 31 December 2025 would have been Rs. 5.7 Bn and Rs. 0.2 Bn respectively.
- VI. No circumstances have arisen and no material events have occurred since the reporting date, which require disclosures or adjustments to the financial statements.
- VII. The Group financial statements comprise a consolidation of the Bank and its Subsidiaries, Property Development Limited, Merchant Bank of Sri Lanka & Finance PLC, Hotels Colombo (1963) Limited, BOC Property Development & Management (Private) Limited, BOC Travels (Private) Limited, Ceybank Holiday Homes (Private) Limited, BOC IT Solutions (Private) Limited (previously known as BOC Management & Support Services (Private) Limited), MBSL Insurance Company Limited, and Bank of Ceylon (UK) Limited and the Group’s interest in its Associate companies, Lanka Securities (Private) Limited, Southern Development Financial Company Limited, Transnational Lanka Records Solutions (Private) Limited and Ceybank Asset Management Limited.
- VIII. Central Bank of Sri Lanka has directed Bank of Ceylon to maintain an additional capital buffer of 1% at a minimum, above the regulatory requirement of 14% in line with section 19(10) of the Banking Act No. 30 of 1988, as amended.

We certify that the above Financial Statements give a true and fair view of the state of affairs of Bank of Ceylon and the Group as at 31 December 2025 and its profit for the year ended 31 December 2025.

Sgd.

M P Ruwan Kumara

Chief Financial Officer

We, the undersigned, being the Directors and the Actg. General Manager of Bank of Ceylon certify jointly that;

- a) the above Financial Statements have been prepared in compliance with the formats and definitions prescribed by the Central Bank of Sri Lanka, Rule 7.4 of Colombo Stock Exchange and Sri Lanka Accounting Standard – LKAS 34 on “Interim Financial Reporting”.
- b) the information contained in these Financial Statements have been extracted from the audited financial statements of the Bank and the Group.

Sgd.

Kavinda de Zoysa

Chairman

Sgd.

J D N Gunasekera

Director

(Independent Non-Executive)

Sgd.

Y A Jayathilaka

Actg. General Manager

24 February 2026

Colombo.

Rs. '000

As at 31 December	2025				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	131,083,172	-	-	131,083,172
Balances with Central Banks	-	79,845,952	-	-	79,845,952
Placements with banks	-	39,458,670	-	-	39,458,670
Securities purchased under resale agreements	-	345,307	-	-	345,307
Derivative financial assets	6,900,797	-	-	-	6,900,797
Loans and advances	-	2,371,751,976	-	-	2,371,751,976
Financial investments	12,600,011	2,605,510,006	37,379,176	-	2,655,489,193
Total financial assets	19,500,808	5,227,995,083	37,379,176	-	5,284,875,067
Other assets	-	-	-	182,675,717	182,675,717
Total assets	19,500,808	5,227,995,083	37,379,176	182,675,717	5,467,550,784

	Fair value through profit or loss	Amortised Cost	Others	Total
Financial liabilities				
Due to banks	-	26,397,898	-	26,397,898
Securities sold under repurchase agreements	-	284,215,169	-	284,215,169
Derivative financial liabilities	561,062	-	-	561,062
Due to depositors	-	4,388,585,972	-	4,388,585,972
Other borrowings	-	48,719,379	-	48,719,379
Debt securities issued	-	-	-	-
Subordinated liabilities	-	99,455,760	-	99,455,760
Total financial liabilities	561,062	4,847,374,178	-	4,847,935,240
Other liabilities	-	-	253,815,324	253,815,324
Total liabilities	561,062	4,847,374,178	253,815,324	5,101,750,564

As at 31 December	2024				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	115,422,407	-	-	115,422,407
Balances with Central Banks	-	52,346,230	-	-	52,346,230
Placements with banks	-	62,413,107	-	-	62,413,107
Securities purchased under resale agreements	-	23,982,341	-	-	23,982,341
Derivative financial assets	23,500,600	-	-	-	23,500,600
Loans and advances	-	2,177,707,779	-	-	2,177,707,779
Financial investments	21,003,177	2,275,934,376	52,049,653	-	2,348,987,206
Total financial assets	44,503,777	4,707,806,240	52,049,653	-	4,804,359,670
Other assets	-	-	-	180,779,306	180,779,306
Total assets	44,503,777	4,707,806,240	52,049,653	180,779,306	4,985,138,976

	Fair value through profit or loss	Amortised Cost	Others	Total
Financial liabilities				
Due to banks	-	1,671,087	-	1,671,087
Securities sold under repurchase agreements	-	131,079,414	-	131,079,414
Derivative financial liabilities	16,476,077	-	-	16,476,077
Due to depositors	-	4,208,603,435	-	4,208,603,435
Other borrowings	-	29,143,678	-	29,143,678
Debt securities issued	-	-	-	-
Subordinated liabilities	-	68,535,700	-	68,535,700
Total financial liabilities	16,476,077	4,439,033,314	-	4,455,509,391
Other liabilities	-	-	227,069,780	227,069,780
Total liabilities	16,476,077	4,439,033,314	227,069,780	4,682,579,171

Rs. '000

As at 31 December	2025				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	133,811,977	-	-	133,811,977
Balances with Central Banks	-	79,845,952	-	-	79,845,952
Placements with banks	-	43,182,411	-	-	43,182,411
Securities purchased under resale agreements	-	604,912	-	-	604,912
Derivative financial assets	6,900,797	-	-	-	6,900,797
Loans and advances	-	2,442,422,718	-	-	2,442,422,718
Financial investments	20,452,616	2,611,713,109	39,744,042	-	2,671,909,767
Total financial assets	27,353,413	5,311,581,079	39,744,042	-	5,378,678,534
Other assets	-	-	-	188,371,932	188,371,932
Total assets	27,353,413	5,311,581,079	39,744,042	188,371,932	5,567,050,466

	Fair value through profit or loss	Amortised cost	Others	Total
Financial liabilities				
Due to banks	-	27,225,943	-	27,225,943
Securities sold under repurchase agreements	-	288,688,312	-	288,688,312
Derivative financial liabilities	561,062	-	-	561,062
Due to depositors	-	4,447,652,639	-	4,447,652,639
Other borrowings	-	56,877,726	-	56,877,726
Debt securities issued	-	1,754,101	-	1,754,101
Subordinated liabilities	-	99,203,598	-	99,203,598
Total financial liabilities	561,062	4,921,402,319	-	4,921,963,381
Other liabilities	-	-	257,107,703	257,107,703
Total liabilities	561,062	4,921,402,319	257,107,703	5,179,071,084

As at 31 December	2024				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	116,281,852	-	-	116,281,852
Balances with Central Banks	-	52,346,230	-	-	52,346,230
Placements with banks	-	61,576,750	-	-	61,576,750
Securities purchased under resale agreements	-	21,581,160	-	-	21,581,160
Derivative financial assets	23,500,600	-	-	-	23,500,600
Loans and advances to customers	-	2,221,161,844	-	-	2,221,161,844
Financial investments	29,762,487	2,282,636,084	53,862,763	-	2,366,261,334
Total financial assets	53,263,087	4,755,583,920	53,862,763	-	4,862,709,770
Other assets	-	-	-	185,961,537	185,961,537
Total assets	53,263,087	4,755,583,920	53,862,763	185,961,537	5,048,671,307

	Fair value through profit or loss	Amortised cost	Others	Total
Financial liabilities				
Due to banks	-	1,682,417	-	1,682,417
Securities sold under repurchase agreements	-	130,030,614	-	130,030,614
Derivative financial liabilities	16,476,077	-	-	16,476,077
Due to depositors	-	4,245,531,800	-	4,245,531,800
Other borrowings	-	32,344,253	-	32,344,253
Debt securities issued	-	718,873	-	718,873
Subordinated liabilities	-	68,282,559	-	68,282,559
Total financial liabilities	16,476,077	4,478,590,516	-	4,495,066,593
Other liabilities	-	-	231,156,954	231,156,954
Total liabilities	16,476,077	4,478,590,516	231,156,954	4,726,223,547

Description	Note	Interest payable frequency	Issue date	Maturity date	Coupon rate		Interest Rate of comparable Government security	Amount				
					31.12.2025	31.12.2024		Bank		Group		
					%	%		31.12.2025	31.12.2024	31.12.2025	31.12.2024	
Sri Lanka rupee debentures												
Fixed interest rate												
Unlisted, unsecured, subordinated, redeemable debentures		Annually	29.12.2017	28.12.2025	-	12.75	-	-	5,006,407	-	-	5,006,407
Unlisted, unsecured, subordinated, redeemable debentures		Annually	31.07.2018	30.07.2026	12.00	12.00	8.18	7,027,961	7,027,677	7,027,961	7,027,677	7,027,677
Unlisted, unsecured, subordinated, redeemable debentures		Annually	26.07.2019	25.07.2027	11.75	11.75	8.49	64,185	64,168	64,185	64,168	64,168
Unlisted, unsecured, subordinated, redeemable debentures		Annually	30.12.2022	29.12.2027	29.00	29.00	8.86	6,498,997	6,498,975	6,498,997	6,498,975	6,498,975
Listed, unsecured, subordinated, redeemable debentures With non viability written down features	a	Annually	27.12.2023	26.12.2028	15.00	15.00	9.28	10,015,949	10,019,751	10,015,949	10,019,751	10,019,751
Listed, unsecured, subordinated, redeemable debentures With non viability written down features	a	Annually	20.09.2024	20.09.2029	13.50	13.50	9.55	15,545,749	15,547,035	15,545,749	15,547,035	15,547,035
Listed, unsecured, subordinated, redeemable debentures With non viability written down features	a	Annually	26.05.2025	26.05.2030	11.25	-	9.64	15,995,447	-	15,995,447	-	-
Listed, unsecured, subordinated, redeemable sustainability bond With Non- viability written down features	a	Annually	24.12.2025	24.12.2030	10.50	-	9.67	19,857,406	-	19,857,406	-	-
								75,005,694	44,164,013	75,005,694	44,164,013	44,164,013
Floating interest rate												
Unlisted, unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 250 basis points with a floor rate of 9.0%)	b	Semi annually	22.11.2021	22.11.2026	10.41	12.10	8.31	5,460,386	5,469,970	5,208,224	5,216,829	5,216,829
Listed, unsecured, subordinated, redeemable sustainability bond With Non- viability written down features (12 months TB (Gross) rate plus 200 basis points)	a/b	Annually	24.12.2025	24.12.2030	10.19	-	9.67	186,396	-	186,396	-	-
								5,646,782	5,469,970	5,394,620	5,216,829	5,216,829
Additional Tier 1 capital bonds												
Unlisted, unsecured, subordinated, perpetual capital bond (12 months TB (Net) rate plus 150 basis points with a floor rate of 9.5%)		Annually	06.07.2020	N/A	9.50	11.81	-	5,226,897	5,280,531	5,226,897	5,280,531	5,280,531
Unlisted, unsecured, subordinated, perpetual capital bond (Weighted average 12 months TB (Net) rate plus 150 basis points with a floor rate of 9.0%)		Annually	01.12.2020	N/A	9.53	10.58	-	10,075,305	10,083,231	10,075,305	10,083,231	10,083,231
Unlisted, unsecured, subordinated, perpetual capital bond (Weighted average 12 months TB (Net) rate plus 150 basis points with a floor rate of 9.0%)		Annually	06.07.2021	N/A	9.44	11.81	-	3,501,082	3,537,955	3,501,082	3,537,955	3,537,955
								18,803,284	18,901,717	18,803,284	18,901,717	18,901,717
								99,455,760	68,535,700	99,203,598	68,282,559	68,282,559

Notes

a) Debentures that are listed in the Colombo Stock Exchange.

b) Weighted average Treasury Bill interest rate at the primary quotations as announced by the Central Bank of Sri Lanka, at the preceding week of the interest resetting date.

INFORMATION ON LISTED DEBENTURES

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	01-Jan-2025 to 31-Dec-2025 Rs.	01-Jan-2024 to 31-Dec-2024 Rs.
Market Value		
BoC Debentures 2023/2028 , Unsecured, subordinated, redeemable with non viability written down features 5 years, fixed rate (15.00%)	Not Traded	Not Traded
BoC Debentures 2024/2029 , Unsecured, subordinated, redeemable with non viability written down features 5 years, fixed rate (13.50%)	Not Traded	Not Traded
BoC Debentures 2025/2030 , Unsecured, subordinated, redeemable with non viability written down features 5 years, fixed rate (11.25%)	Not Traded	Not Applicable
Unsecured, subordinated, redeemable sustainability Bond with non viability written down features 5 years, fixed rate (10.50%)	Not Traded	Not Applicable
Unsecured, subordinated, redeemable sustainability Bond with non viability written down features 5 years, floating rate (12 months TB (Gross) rate plus 200 basis points)	Not Traded	Not Applicable

YIELD OF LAST TRADE DONE

	31-Dec-2025 %	31-Dec-2024 %
Interest yield as at date of last trade done		
BoC Debentures 2023/2028 , 5 years, fixed rate (15.00%)	Not Traded	Not Traded
BoC Debentures 2024/2029 , 5 years, fixed rate (13.50%)	Not Traded	Not Traded
BoC Debentures 2025/2030 , 5 years, fixed rate (11.25%) 5 years, fixed rate (10.50%) 5 years, floating rate (12 months TB (Gross) rate plus 200 basis points)	Not Traded Not Traded Not Traded	Not Applicable Not Applicable Not Applicable
Yield to maturity of last trade done		
BoC Debentures 2023/2028 , 5 years, fixed rate (15.00%)	Not Traded	Not Traded
BoC Debentures 2024/2029 , 5 years, fixed rate (13.50%)	Not Traded	Not Traded
BoC Debentures 2025/2030 , 5 years, fixed rate (11.25%) 5 years, fixed rate (10.50%) 5 years, floating rate (12 months TB (Gross) rate plus 200 basis points)	Not Traded Not Traded Not Traded	Not Applicable Not Applicable Not Applicable

1 Loans and advances to customers

As at	Bank		Group	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
Gross loans and receivables	2,654,271,738	2,436,161,951	2,726,685,937	2,482,029,394
Stage 1	2,072,276,344	1,818,262,438	2,122,148,132	1,848,658,817
Stage 2	229,815,450	245,081,345	247,072,259	256,924,852
Stage 3	352,179,944	372,818,168	357,465,546	376,445,725
Less : Accumulated impairment	282,519,762	258,454,172	284,263,219	260,867,550
Stage 1	47,658,792	34,297,861	48,450,996	35,394,469
Stage 2	30,919,760	24,197,486	31,647,969	25,205,508
Stage 3	203,941,210	199,958,825	204,164,254	200,267,573
Net loans and advances	2,371,751,976	2,177,707,779	2,442,422,718	2,221,161,844

2 Loans and advances to customers - By product

As at	Bank		Group	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
Local currency				
Overdrafts	141,062,877	128,290,934	140,567,029	128,104,140
Term loans	728,431,165	697,612,516	747,133,540	705,109,186
Lease rentals receivable	40,088,325	17,283,424	52,991,742	28,893,966
Credit cards	11,355,193	10,128,653	11,355,193	10,128,653
Pawning	225,270,883	180,886,194	233,589,292	185,866,675
Housing loans	67,018,624	67,997,632	67,041,318	68,021,378
Trade finance	77,703,078	57,229,912	77,906,646	57,440,185
Personal loans	371,148,852	344,020,059	371,705,841	344,685,010
Staff loans	32,675,857	25,018,168	33,051,374	25,215,917
Foreclosed properties	6,680,600	4,699,188	6,680,600	4,699,188
Other loans	85,124,488	74,288,920	85,124,488	74,288,920
Total local currency loans and advances	1,786,559,942	1,607,455,600	1,827,147,063	1,632,453,218
Foreign currency				
Overdrafts	75,526,822	69,732,135	76,016,505	70,197,288
Term loans	686,682,077	661,779,968	717,974,907	682,144,915
Trade finance	93,387,030	86,051,950	93,387,030	86,051,950
Housing loans	18,876	21,646	18,876	21,646
Staff loans	267,250	247,233	311,815	286,956
Foreclosed properties	7,041	6,953	7,041	6,953
Other loans	11,822,700	10,866,466	11,822,700	10,866,468
Total foreign currency loans and advances	867,711,796	828,706,351	899,538,874	849,576,176
Total loans and advances to customers	2,654,271,738	2,436,161,951	2,726,685,937	2,482,029,394

3 Movement in impairment provisions during the year for loans and advances to customers

	Bank			
	Stage 1	Stage 2	Stage 3	Total
Opening balance (01 January)	34,297,861	24,197,486	199,958,825	258,454,172
Charge / (reversal) during the year	12,223,930	6,087,181	17,075,258	35,386,369
Amount recovered during the year	-	-	(14,721,702)	(14,721,702)
Exchange rate variance on foreign currency impairment	1,137,001	635,093	1,628,829	3,400,923
Amount written-off during the year	-	-	(116,491)	(116,491)
Other movements	-	-	116,491	116,491
Closing balance as at 31 December 2025	47,658,792	30,919,760	203,941,210	282,519,762

	Group			
	Stage 1	Stage 2	Stage 3	Total
Opening balance (01 January)	35,394,469	25,205,508	200,267,573	260,867,550
Charge / (reversal) during the year	12,211,430	6,078,280	17,004,532	35,294,242
Amount recovered during the year	-	-	(14,721,702)	(14,721,702)
Exchange rate variance on foreign currency impairment	1,137,001	635,093	1,628,829	3,400,923
Amount written-off during the year	-	-	(116,491)	(116,491)
Other movements	(291,904)	(270,912)	101,513	(461,303)
Closing balance as at 31 December 2025	48,450,996	31,647,969	204,164,254	284,263,219

Rs.'000

4) Contingent liabilities and commitments

As at	Bank		Group	
	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024
By product - Domestic currency				
Acceptances and documentary credits	180,661,891	155,541,271	180,661,891	155,541,271
Bills for collection	59,243,457	49,793,865	59,243,457	49,793,865
Forward exchange contracts	280,870,096	386,280,769	280,870,096	386,280,769
Guarantees	121,889,795	126,173,739	122,080,519	126,365,697
Undrawn and undisbursed facilities	851,187,128	821,517,745	851,187,128	821,517,745
Other commitments	28,511,833	60,918,463	29,716,899	61,429,120
Total domestic currency contingent liabilities and commitments	1,522,364,200	1,600,225,852	1,523,759,990	1,600,928,467
By product - Foreign currency				
Acceptances and documentary credits	11,863,582	14,650,948	11,863,582	14,650,948
Bills for collection	8,775,392	9,878,967	8,775,392	9,878,967
Forward exchange contracts	50,389,566	15,778,925	50,389,566	15,778,925
Guarantees	10,849,614	9,519,666	11,141,734	9,519,666
Undrawn and undisbursed facilities	55,905,402	27,558,435	58,067,966	27,558,435
Other commitments	148,256,865	110,683,565	148,256,866	111,080,845
Total foreign currency contingent liabilities and commitments	286,040,421	188,070,506	288,495,106	188,467,786
Total Contingent liabilities and commitments	1,808,404,621	1,788,296,358	1,812,255,096	1,789,396,253

5) Financial liabilities at amortised cost

Due to depositors - By product

As at	Bank		Group	
	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024
Local currency				
Demand deposits	245,258,197	188,746,366	244,856,272	188,362,021
Savings deposits	1,013,565,616	774,866,841	1,014,996,004	776,120,776
Time deposits	2,202,648,549	2,389,692,228	2,228,590,700	2,409,388,408
Other deposits	8,360,589	3,794,759	8,360,589	3,794,759
Total local currency deposits	3,469,832,951	3,357,100,194	3,496,803,565	3,377,665,964
Foreign currency				
Demand deposits	58,937,429	49,720,828	60,076,866	50,882,701
Savings deposits	137,572,643	123,622,316	138,310,171	124,401,536
Time deposits	719,454,307	676,655,654	749,673,395	691,077,156
Other deposits	2,788,642	1,504,443	2,788,642	1,504,443
Total foreign currency deposits	918,753,021	851,503,241	950,849,074	867,865,836
Total due to depositors	4,388,585,972	4,208,603,435	4,447,652,639	4,245,531,800

SEGMENTAL ANALYSIS - GROUP

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Rs. '000												
For the year ended 31 December	Retail banking		Corporate and Offshore banking		International,treasury and investment		Group functions		Unallocated		Total	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Revenue from external customers:												
Net interest income	63,722,742	49,092,939	41,227,918	43,289,200	104,551,215	75,894,284	4,906,783	4,175,340	(2,565,454)	(723,963)	211,843,204	171,727,800
Net fee and commission income	15,854,891	19,272,382	3,512,473	2,837,343	2,700,246	(2,551,038)	468,797	388,614	1,029,498	1,054,339	23,565,905	21,001,640
Other income	1,216,491	798,142	2,093,525	(3,169,568)	13,129,835	(3,943,105)	674,911	1,412,777	326,627	190,068	17,441,389	(4,711,686)
Total operating income	80,794,124	69,163,463	46,833,916	42,956,975	120,381,296	69,400,141	6,050,491	5,976,731	(1,209,329)	520,444	252,850,498	188,017,754
Expenses :												
Impairment (charge)/ reversal for loans and other losses	(3,446,356)	(5,169,510)	(16,252,073)	(6,401,465)	(1,008,615)	32,259,709	92,127	376,846	(402,734)	(345,575)	(21,017,651)	20,720,005
Total operating expenses	(52,970,125)	(47,009,283)	(5,810,453)	(6,087,824)	(13,564,432)	(13,160,008)	(4,783,366)	(4,727,948)	(636,862)	(827,511)	(77,765,238)	(71,812,574)
Total expenses	(56,416,481)	(52,178,793)	(22,062,527)	(12,489,289)	(14,573,048)	19,099,701	(4,691,239)	(4,351,102)	(1,039,596)	(1,173,086)	(98,782,889)	(51,092,569)
Operating profit before taxes on financial services	24,377,643	16,984,670	24,771,390	30,467,686	105,808,249	88,499,842	1,359,252	1,625,629	(2,248,925)	(652,642)	154,067,609	136,925,185
Taxes on financial services											(32,290,014)	(28,790,143)
Operating profit after taxes on financial services											121,777,595	108,135,042
Share of profits/ (losses) of associate companies, net of tax							156,155	86,425			156,155	86,425
Profit (loss) before income tax	24,377,643	16,984,670	24,771,390	30,467,686	105,808,249	88,499,842	1,515,407	1,712,054	(2,248,925)	(652,642)	121,933,750	108,221,467
Income tax expense											(45,462,492)	(43,159,990)
Profit for the period											76,471,258	65,061,477
Total assets	1,066,127,040	899,747,699	1,128,830,356	1,076,591,876	3,052,334,841	2,776,613,790	99,499,682	63,532,330	220,258,547	232,185,612	5,567,050,466	5,048,671,307
Total liabilities	994,799,032	845,139,895	1,053,307,255	1,011,250,984	2,848,121,876	2,608,094,571	77,320,520	43,644,376	205,522,401	218,093,721	5,179,071,084	4,726,223,547
Cash flows from/ (used in) operating activities	17,812,958	148,791,446	10,325,634	92,413,395	26,540,878	149,300,613	(4,253,659)	46,182	(266,625)	1,119,633	50,159,186	391,671,269
Cash flows from/ (used in) investing activities	(14,634,381)	(71,652,594)	(15,495,089)	(85,735,813)	(41,898,413)	(221,119,299)	1,475,793	381,204	(3,023,417)	(18,490,407)	(73,575,506)	(396,616,909)
Cash flows from/ (used in) financing activities	6,213,127	(7,142,420)	3,663,273	(4,943,318)	1,489,936	(1,208,078)	3,830,510	(1,283,192)	459,317	(393,120)	15,656,163	(14,970,128)
Capital expenditure to non-current assets											(4,716,116)	(5,870,193)
Depreciation and amortization expenses	979,427	757,126	1,037,031	905,938	2,804,111	2,336,483	(290,423)	113,126	202,349	195,380	4,732,494	4,308,053

During the period from 01.01.2023 to 31.12.2025

Year	Objective number	Objective as per Prospectus	Amount allocated as per Prospectus in Rs.	Proposed date of utilization as per Prospectus	Amount allocated from proceeds in Rs. (A)	% of total proceeds	Amounts utilized in Rs. (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested (eg : whether lent to related party/s etc...)
2023	1	To increase the Tier II capital of the Bank in order to enhance the Capital Adequacy Ratio (CAR) and single borrower limit.	10 Billion	27.12.2023	10 Billion	100	10 Billion	100	Not Applicable
	2	To minimize and manage the gap exposure in the Bank's assets/ liability portfolios.		on or before 27.12.2024					
	3	To strengthen the Bank's liquidity position and to increase the asset base / loan book.							
2024	1	To increase the Tier II capital of the Bank in order to enhance the Capital Adequacy Ratio (CAR) and single borrower limit.	15 Billion	20.09.2024	15 Billion	100	15 Billion	100	Not Applicable
	2	To minimize and manage the gap exposure in the Bank's assets/ liability portfolios.		on or before 20.09.2025					
	3	To strengthen the Bank's liquidity position and to increase the asset base / loan book.							
2025	1	To increase the Tier II capital of the Bank in order to enhance the Capital Adequacy Ratio (CAR) and single borrower limit.	15 Billion	26.05.2025	15 Billion	100	15 Billion	100	Not Applicable
	2	To minimize and manage the gap exposure in the Bank's assets/ liability portfolios.		on or before 26.05.2026					
	3	To strengthen the Bank's liquidity position and to increase the asset base / loan book.							
2025	1	To increase the Tier II capital of the Bank in order to enhance the Capital Adequacy Ratio (CAR).	20 Billion	24.12.2025	20 Billion	100	20 Billion	100	LKR 6 Billion was invested in 6 months Treasury Bills until allocating for new green and social loans.
	2	To minimize and manage the gap exposure in the Bank's assets/ liability portfolios and to strengthen the Bank's liquidity position							
	3	To expand social lending portfolio of the Bank.	Maximum up to Rs. 15 Bn for financing and/or refinancing eligible social lending portfolio, out of which up to Rs. 10.5 Bn for refinancing the eligible social projects.		For Refinancing 10.5 Billion		10.5 Billion	100%	
					For New Loans 4.5 Billion		Nil	Nil	
	3	To expand green lending portfolio of the Bank.	Maximum up to Rs. 5 Bn for financing and/or refinancing eligible green lending portfolio, out of which up to Rs. 3.5 Bn for refinancing the eligible green projects.		For Refinancing 3.5 Billion		3.5 Billion	100%	
					For New Loans 1.5 Billion		Nil	Nil	