



INTERIM FINANCIAL STATEMENTS
for the six-month period ended 30 June 2025

Bank of Ceylon

Fitch Ratings: AA-(lka)

Financial Commentary for 1H -2025

- Rs. 39.1 billion contributed to the Government as taxes
- Total Assets base of Rs. 5.3 trillion
- Profit after Tax of Rs. 35.9 billion
- Total Deposit base of Rs. 4.4 trillion
- Gross loans and advances of Rs. 2.5 trillion

Bank of Ceylon (BOC), Sri Lanka's leading financial institution, delivered a strong performance in 1H 2025, reinforcing its position as a key pillar of the national economy. Building on the strong momentum from 2024, the Bank reported a Profit Before Tax (PBT) of Rs. 59.4 billion in 1H 2025, highlighting its robust financial resilience and effective risk management. This sustained performance reflects BOC's strategic alignment with national economic priorities amid an evolving macroeconomic environment, underscoring its leadership and deep-rooted trust among stakeholders.

Strong Financial Performance and Operational Efficiency

In 1H 2025, BOC demonstrated robust financial performance and operational efficiency, marked by a Profit Before Tax (PBT) of Rs. 59.4 billion, representing a significant increase of 165% compared to Rs. 22.4 billion reported in 1H 2024. This growth was primarily driven by a 79% rise in net interest income (NII), which reached Rs. 102.7 billion, underscoring the Bank's consistent focus on profitability, efficient cost management, and effective execution of strategic priorities

Interest income increased by 15% to Rs. 244.8 billion, while interest expenses declined by 9% to Rs. 142.1 billion, resulting in an improved net interest margin and demonstrating strong financial stewardship in a lower interest rate environment. Additionally, Non-fund-based income also contributed positively to overall profitability. Net fee and commission income increased by 9% to Rs. 10.9 billion, supported by higher transaction volumes in card services, retail banking, and remittances. Enhanced customer adoption of digital platforms, coupled with the success of BOC cards offering competitive rewards and features, underscores the Bank's commitment to innovation and customer-centric service delivery.

Operating income surged by 75% to Rs. 120.3 billion, while operating expenses rose modestly by 9% to Rs. 33.6 billion. Despite this, BOC improved its operational efficiency, achieving a cost-to-income ratio of 31.24%.

Operating profit before taxes on financial services surged to Rs. 75.1 billion. After deducting taxes on financial services (Rs. 15.6 billion) and income tax expenses (Rs. 23.5 billion), the Bank reported a

Profit After Tax (PAT) of Rs. 35.9 billion. BOC's strong bottom-line growth and disciplined expense management highlight its resilience and strategic execution. The Bank also contributed Rs. 39.1 billion in direct and indirect taxes, reaffirming its critical role in the national economy as a leading state-owned financial institution.

Impairment charge for Loans and Advances and Other Financial Instruments

In 1H 2025, BOC maintained its prudent and proactive approach to credit risk management amidst continued global and domestic economic headwinds. An impairment charge of Rs. 12.0 billion was recognized on loans and advances, continuing the Bank's prudent approach in recognition of expected credit losses.

The Stage 3 loan ratio stood at 7.13%, awaiting to improve along with the restructuring of some SOE exposures. However, the Stage 3 provision coverage ratio remained strong at 54.39%, reaffirming the Bank's commitment to conservative provisioning and sound risk practices. Strategic management overlays, combined with rigorous credit evaluation processes and ongoing portfolio monitoring, enabled early identification of emerging risks and effective mitigation measures.

The Bank's Business Revival Unit played a pivotal role in supporting financially distressed yet operationally viable borrowers through structured engagement and tailored financial solutions. By working closely with customers and implementing strategic credit decisions, the Bank facilitated business continuity, limited credit losses, and reinforced its commitment to safeguarding asset quality. These efforts not only supported long-term recovery for borrowers but also positioned the Bank as a key contributor to the broader national economic resilience and recovery.

Financial Position

As of 30 June 2025, BOC's total assets stood at Rs. 5.3 trillion, reflecting a solid 6% increase from Rs. 5.0 trillion at the end of 2024. This growth was largely fueled by investments in government securities and securities under resale agreements, highlighting the Bank's disciplined approach to liquidity management and its ability to leverage favorable market conditions.

Gross loans and advances increased to Rs. 2.5 trillion, signaling muted credit demand during the period. Conversely, the Bank's deposit base expanded by 5% to Rs. 4.4 trillion, demonstrating strong customer confidence and the success of the Bank's strategic initiatives in deposit mobilization.

Key Performance Indicators (KPIs)

BOC delivered robust KPIs in 1H 2025, demonstrating sustained profitability and operational efficiency. The Bank's Return on Assets (ROA) before tax improved marginally to 2.31%, up from 2.28% in 2024, while the Return on Equity (ROE) after tax remained strong at 22.78%, underscoring consistent value creation for shareholders. Net interest margin expanded to 4.00% from 3.57%, reflecting effective management of interest-earning assets and liabilities. BOC maintained a strong capital base, with a Common Equity Tier 1 ratio of 12.27% and a Total Capital Ratio of 17.37%, both well above the Basel III regulatory requirements. Liquidity coverage ratios remained robust at 306.00% for local currency and 273.14% for all currencies, reinforcing the Bank's strong liquidity position and its capability to meet financial obligations even under stressed conditions. These results affirm BOC's unwavering commitment to sustainable growth and financial stability.

In 1 H 2025, The Bank successfully raised Rs. 15.0 billion through Basel III-compliant Tier 2 listed, rated, unsecured, subordinated, redeemable 5-year debentures with non-viability write down features.

Driving Digital Innovation and Sustainable Banking

In 1H 2025, BOC continues to drive its digital transformation agenda with a strong focus on innovation, customer convenience, and sustainability. The introduction of the BOC biodegradable debit card marks a significant step towards environmentally responsible banking. At the same time, the Bank has enhanced digital accessibility through platforms such as BOC Flex and the newly launched BOC Smart Remit mobile app, which streamlines remittances for Sri Lankans living abroad by offering faster, more secure, and user-friendly transactions. These advancements not only improve customer experience but also reinforce BOC's leadership in the foreign migrant remittance sector, underscoring its role as a reliable financial bridge between overseas Sri Lankans and their families.

Building Bridges to Prosperity by elevating SMEs, Women, and Youth

BOC drives national economic growth by supporting Micro, Small, and Medium Enterprises (MSMEs) through initiatives like the "SME Circle," offering tailored financial products and digital solutions to boost competitiveness. The "BOC Mithuru" programme empowers women entrepreneurs with micro-financing, promoting gender equality. BOC also advances financial inclusion via the "Aswesuma" social welfare savings scheme and debit cards for underserved populations. Additionally, the Youth Loan Scheme provides accessible financing with flexible terms and competitive rates, along with mentorship and business support, to nurture young entrepreneurs. This initiative stimulates innovation, job creation, and helps youth overcome barriers to starting and growing successful businesses, contributing significantly to Sri Lanka's sustainable economic development.

Outlook for second half of 2025 and beyond

Looking ahead to the second half of 2025, BOC remains focused on sustaining growth, enhancing digital innovation, and strengthening its financial position. The Bank plans to continue expanding its credit portfolio in response to improving economic conditions while maintaining prudent risk management. Efforts to deepen customer engagement through enhanced digital platforms and innovative products will remain a priority, alongside ongoing sustainability initiatives such as eco-friendly banking solutions. With a strong capital base and robust liquidity, BOC is well-positioned to capitalize on emerging opportunities, drive operational efficiency, and deliver consistent value to shareholders and customers alike.

Recognition

BOC continues to earn distinguished recognition both locally and internationally. In 2025, the Bank was ranked as the top Sri Lankan bank among the Top 1000 World Banks by “The Banker” Magazine (UK) and was previously honored as Banker of the Year in 2021, 2023, and 2024 by the same publication. On the domestic front, BOC was named the No. 1 Brand and Sri Lanka’s Most Valued Brand by Brand Finance Lanka in 2025, with a brand value of Rs. 57.4 billion. Additionally, the Bank was awarded People’s Banking Services Brand of the Year at the SLIM KANTAR People’s Awards 2024, further reflecting its strong customer trust and market leadership.

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 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 upgraded the National Long-Term Rating at ‘AA-(lka)’ and the Long Term Foreign and Local Currency Issuer Default Ratings at ‘CCC+’.

STATEMENT OF PROFIT OR LOSS

Rs. 000

30 June	Bank						Group			Group		
	For the six-month period ended			For the quarter ended			For the six-month period ended			For the quarter ended		
	2025 (Audited)	2024	Change %	2025	2024	Change %	2025	2024	Change %	2025	2024	Change %
Total income	268,175,027	228,874,863	17.2	137,425,756	113,384,845	21.2	272,746,992	233,408,366	16.9	139,758,465	115,278,127	21.2
Interest income	244,817,358	213,128,275	14.9	123,694,022	104,539,089	18.3	248,801,526	216,899,355	14.7	125,758,115	106,380,590	18.2
Interest expenses	(142,085,650)	(155,629,853)	(8.7)	(71,509,556)	(72,926,260)	(1.9)	(143,883,217)	(157,490,169)	(8.6)	(72,464,038)	(73,804,325)	(1.8)
Net interest income	102,731,708	57,498,422	78.7	52,184,466	31,612,829	65.1	104,918,309	59,409,186	76.6	53,294,077	32,576,265	63.6
Fee and commission income	16,667,897	14,456,291	15.3	8,539,466	7,171,930	19.1	16,936,280	14,647,860	15.6	8,697,767	7,254,908	19.9
Fee and commission expenses	(5,814,144)	(4,519,681)	28.6	(2,836,008)	(2,145,959)	32.2	(5,858,138)	(4,537,179)	29.1	(2,859,079)	(2,156,700)	32.6
Net fee and commission income	10,853,753	9,936,610	9.2	5,703,458	5,025,971	13.5	11,078,142	10,110,681	9.6	5,838,688	5,098,208	14.5
Net gains/ (losses) from trading	2,597,530	1,814,591	43.1	2,411,768	(782,385)	(408.3)	2,616,299	1,836,674	42.4	2,418,212	(770,524)	(413.8)
Net fair value gains/ (losses) from financial instruments at fair value through profit or loss	327,255	799,618	(59.1)	596,110	277,247	115.0	(174,368)	822,884	(121.2)	473,211	61,843	665.2
Net gains/(losses) on derecognition of financial assets												
- at fair value through profit or loss	156,806	45,500	244.6	77,361	(41,937)	(284.5)	166,751	45,500	266.5	80,474	(41,937)	(291.9)
- at fair value through other comprehensive income	808,998	691,014	17.1	537,803	399,278	34.7	1,473,085	1,237,450	19.0	827,285	774,355	6.8
- at amortised cost	-	-	-	-	-	-	-	-	-	-	-	-
Other operating income	2,799,183	(2,060,426)	(235.9)	1,569,226	1,821,623	(13.9)	2,927,419	(2,081,357)	(240.6)	1,503,401	1,618,892	(7.1)
Total operating income	6,689,772	1,290,297	418.5	5,192,268	1,673,826	210.2	7,009,186	1,861,151	276.6	5,302,583	1,642,629	222.8
Total operating income	120,275,233	68,725,329	75.0	63,080,192	38,312,626	64.6	123,005,637	71,381,018	72.3	64,435,348	39,317,102	63.9
Impairment (charge)/ reversal												
Loans and advances	(12,040,521)	(3,271,908)	268.0	(9,142,762)	(594,498)	1,437.9	(11,947,743)	(3,203,509)	273.0	(9,009,241)	(477,775)	1,785.7
Other financial assets	423,601	(4,574,830)	(109.3)	345,307	(4,002,325)	(108.6)	423,601	(4,574,830)	(109.3)	345,307	(4,002,325)	(108.6)
Net operating income	108,658,313	60,878,591	78.5	54,282,737	33,715,803	61.0	111,481,495	63,602,679	75.3	55,771,414	34,837,002	60.1
Operating expenses												
Personnel expenses	(21,371,413)	(19,150,311)	11.6	(10,999,386)	(10,261,317)	7.2	(22,754,111)	(20,434,040)	11.4	(11,697,185)	(10,871,036)	7.6
Depreciation and amortisation	(2,286,380)	(2,018,758)	13.3	(1,157,390)	(942,716)	22.8	(2,314,315)	(2,074,035)	11.6	(1,162,708)	(971,251)	19.7
Other expenses	(9,916,419)	(9,626,655)	3.0	(4,908,134)	(4,973,847)	(1.3)	(10,896,252)	(10,491,850)	3.9	(5,395,996)	(5,417,260)	(0.4)
Total operating expenses	(33,574,212)	(30,795,724)	9.0	(17,064,910)	(16,177,880)	5.5	(35,964,678)	(32,999,925)	9.0	(18,255,889)	(17,259,547)	5.8
Operating profit before taxes on financial services	75,084,101	30,082,867	149.6	37,217,827	17,537,923	112.2	75,516,817	30,602,754	146.8	37,515,525	17,577,455	113.4
Taxes on Financial Services												
Value Added Tax (VAT) on financial services	(13,732,149)	(6,724,186)	104.2	(6,861,281)	(3,909,898)	75.5	(13,901,888)	(6,884,955)	101.9	(6,969,079)	(3,982,661)	75.0
Social Security Contribution Levy (SSCL)	(1,907,132)	(933,929)	104.2	(953,067)	(542,917)	75.5	(1,932,122)	(957,250)	101.8	(968,718)	(553,620)	75.0
Operating profit after taxes on financial services	59,444,820	22,424,752	165.1	29,403,479	13,085,108	124.7	59,682,807	22,760,549	162.2	29,577,728	13,041,174	126.8
Share of profits/ (losses) of Associate companies, net of tax	-	-	-	-	-	-	55,799	34,210	63.1	20,125	14,516	38.6
Profit before income tax	59,444,820	22,424,752	165.1	29,403,479	13,085,108	124.7	59,738,606	22,794,759	162.1	29,597,853	13,055,690	126.7
Income tax expense	(23,512,564)	(9,957,032)	136.1	(10,598,000)	(5,690,896)	86.2	(23,816,019)	(10,292,100)	131.4	(10,822,563)	(5,867,147)	84.5
Profit for the period	35,932,256	12,467,720	188.2	18,805,479	7,394,212	154.3	35,922,587	12,502,659	187.3	18,775,290	7,188,543	161.2
Profit attributable to:												
Equity holder of the Bank	35,932,256	12,467,720	188.2	18,805,479	7,394,212	154.3	35,983,570	12,453,123	189.0	18,786,233	7,138,607	163.2
Non controlling interest	-	-	-	-	-	-	(60,983)	49,536	(223.1)	(10,943)	49,936	(121.9)
Profit for the period	35,932,256	12,467,720	188.2	18,805,479	7,394,212	154.3	35,922,587	12,502,659	187.3	18,775,290	7,188,543	161.2
Earnings per share:												
Basic earnings per share (Rs.)	1,429.22	498.71	186.6	748.00	295.77	152.9	1,431.26	498.12	187.3	747.23	285.54	161.7
Diluted earnings per share (Rs.)	1,396.51	484.56	188.2	730.88	287.38	154.3	1,398.51	483.99	189.0	730.13	277.44	163.2

STATEMENT OF COMPREHENSIVE INCOME

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Rs. 000

30 June	Bank						Group					
	For the six-month period ended			For the quarter ended			For the six-month period ended			For the quarter ended		
	2025 (Audited)	2024	Change %	2025	2024	Change %	2025	2024	Change %	2025	2024	Change %
Profit for the period	35,932,256	12,467,720	188.2	18,805,479	7,394,212	154.3	35,922,587	12,502,659	187.3	18,775,290	7,188,543	161.2
Other comprehensive income for the period , net of tax												
Items that will be reclassified to profit or loss												
Exchange differences on translation of foreign operations	353,075	(980,671)	(136.0)	205,431	206,067	(0.3)	1,031,556	(1,345,688)	(176.7)	634,244	324,798	95.3
Net gains/ (losses) on cashflow hedge instruments	(589,333)	(3,110,153)	(81.1)	(271,108)	(853,541)	(68.2)	(589,333)	(3,110,153)	(81.1)	(271,108)	(853,541)	(68.2)
Net gains/ (losses) on investments in debt instruments measured at FVTOCI	32,161	408,154	(92.1)	8,927	(237,167)	(103.8)	(20,123)	405,825	(105.0)	12,677	(239,495)	(105.3)
Net (gains)/ losses on FVTOCI financial investments reclassification to profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
Deferred tax effect on net gains/ (losses) on investments in debt instruments measured at FVTOCI	(7,333)	(122,335)	(94.0)	(970)	71,240	(101.4)	(7,332)	(122,335)	(94.0)	(969)	71,240	(101.4)
Share of other comprehensive income of Associate Companies, net of tax	-	-	-	-	-	-	3,637	3,421	6.3	14,807	4,847	205.5
	(211,430)	(3,805,005)	(94.4)	(57,720)	(813,401)	(92.9)	418,405	(4,168,930)	(110.0)	389,651	(692,151)	(156.3)
Items that will not be reclassified to profit or loss												
Change in fair value on investments in equity instruments measured at FVTOCI	782,647	561,776	39.3	735,884	242,039	204.0	863,700	285,415	202.6	910,783	151,395	501.6
Deferred tax effect on change in fair value on investments in equity instruments measured at FVTOCI	(150,577)	41,520	(462.7)	(47,053)	72,099	(165.3)	(150,577)	41,520	(462.7)	(47,053)	72,099	(165.3)
Gain/ (Loss) of derecognition of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Changes in revaluation surplus/ (deficit)	-	-	-	-	-	-	-	-	-	-	-	-
Deferred tax effect on revaluation surplus/ (deficit)	-	-	-	-	-	-	-	-	-	-	-	-
Re-measurement of post-employment benefit obligations	(7,947,300)	(5,365,561)	48.1	(7,947,300)	(5,365,561)	48.1	(7,932,424)	(5,361,608)	47.9	(7,936,044)	(5,366,299)	47.9
Deferred tax effect on post-employment benefit obligations	2,384,190	1,609,668	48.1	2,384,190	1,609,668	48.1	2,379,728	1,608,482	47.9	2,380,845	1,609,889	47.9
	(4,931,040)	(3,152,597)	56.4	(4,874,279)	(3,441,755)	41.6	(4,839,573)	(3,426,191)	41.3	(4,691,469)	(3,532,916)	32.8
Other comprehensive income for the period, net of tax	(5,142,470)	(6,957,602)	(26.1)	(4,931,999)	(4,255,156)	15.9	(4,421,168)	(7,595,121)	(41.8)	(4,301,818)	(4,225,067)	1.8
Total comprehensive income for the period	30,789,786	5,510,118	458.8	13,873,480	3,139,056	342.0	31,501,419	4,907,538	541.9	14,473,472	2,963,476	388.4
Attributable to:												
Equity holder of the Bank	30,789,786	5,510,118	458.8	13,873,480	3,139,056	342.0	31,560,201	4,862,198	549.1	14,480,133	2,915,818	396.6
Non controlling interest	-	-	-	-	-	-	(58,782)	45,340	(229.6)	(6,661)	47,658	(114.0)
Total comprehensive income for the period	30,789,786	5,510,118	458.8	13,873,480	3,139,056	342.0	31,501,419	4,907,538	541.9	14,473,472	2,963,476	388.4

Rs. 000

As at	Bank			Group		
	30-Jun-2025 Audited	31-Dec-2024 Audited	Change %	30-Jun-2025	31-Dec-2024 Audited	Change %
Assets						
Cash and cash equivalents	105,489,806	115,422,407	(8.6)	106,511,071	116,281,852	(8.4)
Balances with Central Banks	80,339,315	52,346,230	53.5	80,339,315	52,346,230	53.5
Placements with banks	93,792,530	62,413,107	50.3	90,335,364	61,576,750	46.7
Securities purchased under resale agreements	34,797,894	23,982,341	45.1	34,100,241	21,581,160	58.0
Derivative financial instruments	21,404,438	23,500,600	(8.9)	21,404,438	23,500,600	(8.9)
Financial assets recognized through profit or loss measured at fair value	30,633,221	21,003,177	45.9	39,300,801	29,762,487	32.0
Financial assets at amortized cost						
- loans and advances	2,215,928,175	2,177,707,779	1.8	2,272,992,948	2,221,161,844	2.3
- debt and other instruments	2,491,937,293	2,275,934,376	9.5	2,496,223,881	2,282,636,084	9.4
Financial assets - measured at fair value through other comprehensive income	39,928,725	52,049,653	(23.3)	41,828,196	53,862,763	(22.3)
Investment in Subsidiary companies	8,080,402	8,080,402	-	-	-	-
Investment in Associate companies	92,988	92,988	-	890,471	828,923	7.4
Investment properties	2,414,640	2,414,640	-	-	-	-
Property, plant and equipment	45,411,459	45,621,257	(0.5)	62,128,663	62,308,257	(0.3)
Right of Use Asset/ Leasehold properties	4,916,817	5,554,420	(11.5)	3,969,276	3,355,142	18.3
Intangible assets	2,078,253	1,608,812	29.2	2,167,097	1,710,211	26.7
Deferred tax assets	18,974,636	15,836,422	19.8	19,107,139	15,967,300	19.7
Other assets	95,140,608	101,570,365	(6.3)	95,916,266	101,791,704	(5.8)
Total assets	5,291,361,200	4,985,138,976	6.1	5,367,215,167	5,048,671,307	6.3
Liabilities						
Due to banks	3,820,644	1,671,087	128.6	4,036,133	1,682,417	139.9
Securities sold under repurchase agreements	160,631,339	131,079,414	22.5	162,808,203	130,030,614	25.2
Derivative financial instruments	15,007,019	16,476,077	(8.9)	15,007,019	16,476,077	(8.9)
Financial liabilities at amortized cost						
- due to depositors	4,428,612,683	4,208,603,435	5.2	4,468,617,831	4,245,531,800	5.3
- other borrowings	26,881,646	29,143,678	(7.8)	30,948,668	32,344,253	(4.3)
Debt securities issued	-	-	-	1,643,339	718,873	128.6
Current tax liabilities	23,344,464	23,209,855	0.6	23,678,358	23,594,223	0.4
Deferred tax liabilities	-	-	-	2,867,614	2,911,350	(1.5)
Insurance contract liabilities - Life	-	-	-	476,596	400,967	18.9
Insurance contract liabilities - Non life	-	-	-	527,234	423,923	24.4
Other liabilities	216,687,297	203,859,925	6.3	219,887,867	203,826,491	7.9
Subordinated liabilities	88,026,517	68,535,700	28.4	87,773,935	68,282,559	28.5
Total liabilities	4,963,011,609	4,682,579,171	6.0	5,018,272,797	4,726,223,547	6.2
Equity						
Share capital	25,730,000	25,730,000	-	25,730,000	25,730,000	-
Permanent reserve fund	16,953,000	16,953,000	-	16,953,000	16,953,000	-
OCI reserve	6,391,447	5,734,549	11.5	8,011,947	7,328,571	9.3
Cashflow hedge reserve	932,090	1,521,423	(38.7)	932,090	1,521,423	(38.7)
Retained earnings	190,211,247	183,388,860	3.7	192,406,498	185,536,613	3.7
Other reserves	88,131,807	69,231,973	27.3	103,822,949	84,226,676	23.3
Total equity attributable to equity holder of the Bank	328,349,591	302,559,805	8.5	347,856,484	321,296,283	8.3
Non controlling interest	-	-	-	1,085,886	1,151,477	(5.7)
Total equity	328,349,591	302,559,805	8.5	348,942,370	322,447,760	8.2
Total liabilities and equity	5,291,361,200	4,985,138,976	6.1	5,367,215,167	5,048,671,307	6.3
Contingent liabilities and commitments	2,126,499,618	1,788,296,358	18.9	2,127,644,285	1,789,396,253	18.9

STATEMENT OF CHANGES IN EQUITY- BANK

4

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 period									
Profit for the period	-	-	-	-	-	-	-	12,467,720	12,467,720
Other comprehensive income, net of tax	-	-	-	889,115	(3,110,153)	(980,671)	-	(3,755,893)	(6,957,602)
Balance as at 30 June 2024	25,000,000	730,000	15,665,000	3,446,422	2,141,364	7,951,230	22,227,386	180,063,436	257,224,838
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 period									
Profit for the period	-	-	-	-	-	-	-	35,932,256	35,932,256
Other comprehensive income, net of tax	-	-	-	656,898	(589,333)	353,075	-	(5,563,110)	(5,142,470)
Dividends	-	-	-	-	-	-	-	(5,000,000)	(5,000,000)
Transfers to Share Capital	730,000	(730,000)	-	-	-	-	-	-	-
Transfer to Special Reserve	-	-	-	-	-	18,046,759	-	(18,046,759)	-
Transfer to Other Reserves	-	-	-	-	-	500,000	-	(500,000)	-
Balance as at 30 June 2025 (Audited)	25,730,000	-	16,953,000	6,391,447	932,090	65,904,421	22,227,386	190,211,247	328,349,591

STATEMENT OF CHANGES IN EQUITY -GROUP

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 period										
Profit for the period	-	-	-	-	-	-	-	12,453,123	49,536	12,502,659
Other comprehensive income, net of tax	-	-	-	614,611	(3,110,153)	(1,345,688)	-	(3,749,695)	(4,196)	(7,595,121)
Transfers to other reserves	-	-	-	-	-	158,323	-	(158,323)	-	-
Subsidiary dividends to non controlling interest	-	-	-	-	-	-	-	-	(6,809)	(6,809)
Balance as at 30 June 2024	25,000,000	730,000	15,665,000	5,614,418	2,141,364	11,873,575	33,687,424	181,608,407	1,159,327	277,479,515
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 period										
Profit for the period	-	-	-	-	-	-	-	35,983,570	(60,983)	35,922,587
Other comprehensive income, net of tax	-	-	-	683,376	(589,333)	1,031,556	-	(5,548,968)	2,201	(4,421,168)
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)	-	-	-	-	-	-	-	-
Transfer to Special Reserve	-	-	-	-	-	18,046,759	-	(18,046,759)	-	-
Transfer to Other Reserves	-	-	-	-	-	517,958	-	(517,958)	-	-
Balance as at 30 June 2025	25,730,000	-	16,953,000	8,011,947	932,090	70,238,243	33,584,706	192,406,498	1,085,886	348,942,370

For the six-month period ended 30 June	Bank		Group	
	2025 (Audited)	2024	2025	2024
Cash flows from operating activities				
Profit before income tax	59,444,820	22,424,752	59,738,606	22,794,759
Adjustments for :				
Net interest income	(102,731,708)	(57,498,422)	(104,918,309)	(59,409,186)
Dividend income	(312,389)	(227,212)	(340,645)	(230,782)
Dividends from subsidiaries and associates	(268,026)	(407,363)	-	-
Share of (profit)/ loss of associate companies, net of tax	-	-	(55,799)	(34,210)
Change in operating assets	(127,236,537)	80,665,160	(140,027,430)	68,930,320
Change in operating liabilities	247,720,318	8,193,844	256,772,991	15,025,699
Other non-cash items included in profit before tax	11,269,030	17,263,159	11,252,581	17,248,964
Other net (gains)/ losses from investing activities	(1,293,059)	(1,536,132)	(1,465,468)	(2,105,834)
	86,592,449	68,877,786	80,956,527	62,219,730
Benefit paid from defined benefit plans	(6,405,629)	(6,374,523)	(6,431,151)	(6,380,149)
Interest received	132,806,120	120,309,508	136,130,389	122,937,072
Interest paid	(123,946,326)	(156,521,461)	(125,544,642)	(158,381,487)
Dividends received	5,758	30,856	6,818	34,425
Net cash from operating activities before income tax	89,052,372	26,322,166	85,117,941	20,429,591
Income tax paid	(24,226,743)	(7,863,626)	(24,573,887)	(8,056,923)
Net cash from operating activities	64,825,629	18,458,540	60,544,054	12,372,668
Cash flows from investing activities				
Net increase in financial investments at amortized cost	(216,268,967)	(97,622,006)	(213,853,847)	(97,342,432)
Net decrease in financial assets measured at fair value through OCI	13,712,573	20,607,177	14,371,352	21,060,357
Purchase of property, plant and equipment	(1,272,518)	(1,260,074)	(1,359,999)	(1,269,152)
Purchase of intangible assets	(690,978)	(205,520)	(694,386)	(220,075)
Proceeds from sale of property, plant and equipment	48,980	15,349	64,334	19,120
Dividends received	574,657	603,719	333,827	196,357
Interest received	120,968,466	109,209,515	121,628,364	110,353,031
Net cash from/ (used in) investing activities	(82,927,787)	31,348,160	(79,510,355)	32,797,206
Cash flows from financing activities				
Net decrease in other borrowings	(6,862,792)	(8,222,712)	(6,834,928)	(5,028,672)
Proceeds from issue of debentures/ capital bonds	15,000,000	-	16,000,000	-
Payments on redemption of debentures	-	(3,000,000)	-	(3,000,000)
Dividends paid to Equity holder of the Bank	-	-	-	-
Dividends paid to non controlling interest	-	-	(6,809)	(6,809)
Interest payments on borrowings and debt securities	(2,046,787)	(4,515,115)	(2,246,038)	(4,571,632)
Net cash from / (used in) financing activities	6,090,421	(15,737,827)	6,912,225	(12,607,113)
Net increase/ (decrease) in cash and cash equivalents during the period	(12,011,737)	34,068,873	(12,054,076)	32,562,761
Cash and cash equivalents at the beginning of the period	114,381,113	133,441,074	115,229,228	135,144,996
Cash and cash equivalents at the end of the period	102,369,376	167,509,947	103,175,152	167,707,757
Analysis of cash and cash equivalents				
Cash and cash equivalents	105,489,806	174,678,013	106,511,071	174,912,538
Bank overdrafts	(3,120,430)	(7,168,066)	(3,335,919)	(7,204,781)
Cash and cash equivalents at the end of the period	102,369,376	167,509,947	103,175,152	167,707,757

SELECTED PERFORMANCE INDICATORS
6

As at	Bank		Group	
	30-Jun-2025	31-Dec-2024	30-Jun-2025	31-Dec-2024
Net assets value per share (Rs)	13,133.98	12,102.39	13,914.26	12,851.85
Profitability				
Interest margin *	4.00%	3.57%	4.03%	3.61%
Return on assets (before tax) *	2.31%	2.28%	2.29%	2.27%
Return on equity (after tax) *	22.78%	23.23%	21.40%	21.87%
Cost to income	31.24%	40.08%	32.46%	41.27%
Assets Quality				
Impaired Loans (Stage 3) Ratio	7.13%	7.17%		
Impairment (Stage 3) to Stage 3 Loans Ratio	54.39%	53.63%		
Investor Information				
Debt equity (%)	29.77	26.82		
Interest cover (times)	5.68	5.96		
Memorandum Information				
Credit Rating- Fitch	AA-	AA-		
Number of employees	8,190	8,214		
Number of branches	584	584		

* These ratios have been calculated by annualizing the 1H-2025 figures.

KEY REGULATORY RATIOS - CAPITAL AND LIQUIDITY

As at	Bank		Group	
	30-Jun-2025	31-Dec-2024	30-Jun-2025	31-Dec-2024
Regulatory Capital (Rs. ' 000)				
Common equity Tier 1	222,254,055	213,974,181	234,420,582	225,092,530
Total Tier I capital	240,604,055	232,324,181	252,770,582	243,442,530
Total capital	314,763,036	295,847,113	329,385,165	308,734,524
Regulatory Capital Ratios (%)				
Common equity Tier 1 capital ratio (Minimum requirement, Basel III - 8.50%)	12.27%	11.97%	12.52%	12.15%
Total Tier I capital ratio (Minimum requirement, Basel III - 10.00%)	13.28%	13.00%	13.50%	13.14%
Total capital ratio (Minimum requirement, Basel III - 14.00%)	17.37%	16.55%	17.60%	16.66%
Leverage ratio (Minimum requirement - 3%)	4.33%	4.41%	4.48%	4.56%
Regulatory Liquidity				
Total Stock of High Quality Liquid Assets (Rs. ' 000)	2,350,440,310	2,197,634,472		
Liquidity coverage ratio - Rupee (Minimum requirement - 100%)	306.00%	329.00%		
Liquidity coverage ratio - All currency (Minimum requirement - 100%)	273.14%	269.63%		
Net stable funding ratio (Minimum requirement - 100%)	157.86%	157.91%		

SHARE INFORMATION

Shareholder	30-Jun-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 period, 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.
- 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 30 June 2025 would have been Rs. 5.6 Bn and Rs. 0.2 Bn respectively.
- VI. In the comparative period the interest income on certain exposures of State Owned Enterprise (SOE) which were subject to Government’s debt restructuring process had been suspended on prudent basis as the debt restructuring process had not been finalized by then.
- VII. No circumstances have arisen and no material events have occurred since the reporting date, which require disclosures or adjustments to the financial statements.
- VIII. 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 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.
- IX. The Bank’s External Auditors, Messrs. Ernst & Young carried out an audit for the period ended 30 June 2025 and expressed an unqualified opinion on the Financial Statements of the Bank.

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 30 June 2025 and its profit for the six-month period ended 30 June 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 un-audited financial statements of the Group.

Sgd.

Kavinda de Zoysa

Chairman

Sgd.

Dr. Kapila Senanayake

Director

(Non-Independent Non-Executive)

Sgd.

Y A Jayathilaka

Actg. General Manager

11 August 2025

Colombo

Rs. '000

As at 30 June (Audited)		2025			
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	105,489,806	-	-	105,489,806
Balances with Central Banks	-	80,339,315	-	-	80,339,315
Placements with banks	-	93,792,530	-	-	93,792,530
Securities purchased under resale agreements	-	34,797,894	-	-	34,797,894
Derivative financial instruments	21,404,438	-	-	-	21,404,438
Loans and advances	-	2,215,928,175	-	-	2,215,928,175
Financial investments	30,633,221	2,491,937,293	39,928,725	-	2,562,499,239
Total financial assets	52,037,659	5,022,285,013	39,928,725	-	5,114,251,397
Other assets	-	-	-	177,109,803	177,109,803
Total assets	52,037,659	5,022,285,013	39,928,725	177,109,803	5,291,361,200

	Fair value through profit or loss	Amortised Cost	Others	Total
Financial liabilities				
Due to banks	-	3,820,644	-	3,820,644
Securities sold under repurchase agreements	-	160,631,339	-	160,631,339
Derivative financial instruments	15,007,019	-	-	15,007,019
Due to depositors	-	4,428,612,683	-	4,428,612,683
Other borrowings	-	26,881,646	-	26,881,646
Debt securities issued	-	-	-	-
Subordinated liabilities	-	88,026,517	-	88,026,517
Total financial liabilities	15,007,019	4,707,972,829	-	4,722,979,848
Other liabilities	-	-	240,031,761	240,031,761
Total liabilities	15,007,019	4,707,972,829	240,031,761	4,963,011,609

As at 31 December (Audited)		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 instruments	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 instruments	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 30 June	2025				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	106,511,071	-	-	106,511,071
Balances with Central Banks	-	80,339,315	-	-	80,339,315
Placements with banks	-	90,335,364	-	-	90,335,364
Securities purchased under resale agreements	-	34,100,241	-	-	34,100,241
Derivative financial instruments	21,404,438	-	-	-	21,404,438
Loans and advances	-	2,272,992,948	-	-	2,272,992,948
Financial investments	39,300,801	2,496,223,881	41,828,196	-	2,577,352,878
Total financial assets	60,705,239	5,080,502,820	41,828,196	-	5,183,036,255
Other assets	-	-	-	184,178,912	184,178,912
Total assets	60,705,239	5,080,502,820	41,828,196	184,178,912	5,367,215,167

	Fair value through profit or loss	Amortised cost	Others	Total
Financial liabilities				
Due to banks	-	4,036,133	-	4,036,133
Securities sold under repurchase agreements	-	162,808,203	-	162,808,203
Derivative financial instruments	15,007,019	-	-	15,007,019
Due to depositors	-	4,468,617,831	-	4,468,617,831
Other borrowings	-	30,948,668	-	30,948,668
Debt securities issued	-	1,643,339	-	1,643,339
Subordinated liabilities	-	87,773,935	-	87,773,935
Total financial liabilities	15,007,019	4,755,828,109	-	4,770,835,128
Other liabilities	-	-	247,437,669	247,437,669
Total liabilities	15,007,019	4,755,828,109	247,437,669	5,018,272,797

As at 31 December (Audited)	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 instruments	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 instruments	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	
					30.06.2025	31.12.2024		30.06.2025	31.12.2024
					%	%	%	Rs '000	Rs '000
Sri Lanka rupee debentures									
Fixed interest rate									
Unlisted, unsecured, subordinated, redeemable debentures		Annually	29.12.2017	28.12.2025	12.75	12.75	7.75	5,313,363	5,006,407
Unlisted, unsecured, subordinated, redeemable debentures		Annually	31.07.2018	30.07.2026	12.00	12.00	7.97	7,434,098	7,027,677
Unlisted, unsecured, subordinated, redeemable debentures		Annually	26.07.2019	25.07.2027	11.75	11.75	8.40	67,801	64,168
Unlisted, unsecured, subordinated, redeemable debentures		Annually	30.12.2022	29.12.2027	29.00	29.00	8.58	7,373,717	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	9.00	10,740,559	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	9.42	16,557,105	15,547,035
Listed, unsecured, subordinated, redeemable debentures With non viability written down features	a	Annually	26.05.2025	26.05.2030	11.25	-	9.60	15,158,546	-
								62,645,189	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	10.47	12.10	8.07	5,459,201	5,469,970
								5,459,201	5,469,970
Additional Tier I 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	11.81	11.81	-	5,581,934	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	10.58	10.58	-	10,600,297	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%)		Annually	06.07.2021	N/A	11.81	11.81	-	3,739,896	3,537,955
								19,922,127	18,901,717
								88,026,517	68,535,700

Notes

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

b) Weighted average 6 months 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 30-June-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

YIELD OF LAST TRADE DONE

	30-June-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%)	Not Traded	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%)	Not Traded	Not Applicable

1 Loans and advances to customers

As at	Bank		Group	
	30.06.2025 (Audited)	31.12.2024 (Audited)	30.06.2025	31.12.2024 (Audited)
Gross loans and receivables	2,488,241,540	2,436,161,951	2,547,469,381	2,482,029,394
Stage 1	1,861,575,273	1,818,262,438	1,902,072,805	1,848,658,817
Stage 2	243,039,810	245,081,345	257,378,354	256,924,852
Stage 3	383,626,457	372,818,168	388,018,222	376,445,725
Less : Accumulated impairment	272,313,365	258,454,172	274,476,433	260,867,550
Stage 1	36,780,416	34,297,861	37,763,286	35,394,469
Stage 2	26,895,373	24,197,486	27,798,846	25,205,508
Stage 3	208,637,576	199,958,825	208,914,301	200,267,573
Net loans and advances	2,215,928,175	2,177,707,779	2,272,992,948	2,221,161,844

2 Loans and advances to customers - By product

As at	Bank		Group	
	30.06.2025 (Audited)	31.12.2024 (Audited)	30.06.2025	31.12.2024 (Audited)
Local currency				
Overdrafts	133,273,219	128,290,934	133,273,219	128,104,140
Term loans	704,804,791	697,612,516	718,855,022	705,109,186
Lease rentals receivable	19,668,244	17,283,424	32,567,023	28,893,966
Credit cards	9,900,786	10,128,653	9,900,786	10,128,653
Pawning	197,663,737	180,886,194	203,777,529	185,866,675
Housing loans	65,593,826	67,997,632	65,616,719	68,021,378
Trade finance	60,390,004	57,229,912	60,600,364	57,440,185
Personal loans	353,159,930	344,020,059	353,755,694	344,685,010
Staff loans	28,808,145	25,018,168	29,009,417	25,215,917
Foreclosed properties	4,760,804	4,699,188	4,760,804	4,699,188
Other loans	79,228,414	74,288,920	79,228,414	74,288,920
Total local currency loans and advances	1,657,251,900	1,607,455,600	1,691,344,991	1,632,453,218
Foreign currency				
Overdrafts	72,248,149	69,732,135	72,806,970	70,197,288
Term loans	664,229,999	661,779,968	688,757,346	682,144,915
Trade finance	82,948,422	86,051,950	82,948,422	86,051,950
Housing loans	21,188	21,646	21,188	21,646
Staff loans	256,566	247,233	305,148	286,956
Foreclosed properties	6,843	6,953	6,843	6,953
Other loans	11,278,473	10,866,466	11,278,473	10,866,468
Total foreign currency loans and advances	830,989,640	828,706,351	856,124,390	849,576,176
Total loans and advances to customers	2,488,241,540	2,436,161,951	2,547,469,381	2,482,029,394

3 Movement in impairment provisions during the period 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 period	2,877,301	2,028,654	10,442,921	15,348,876
Amount recovered during the period	-	-	(3,308,355)	(3,308,355)
Exchange rate variance on foreign currency impairment	(394,746)	669,233	1,544,185	1,818,672
Amount written-off during the period	-	-	(44,205)	(44,205)
Other movements	-	-	44,205	44,205
Closing balance as at 30 June 2025	36,780,416	26,895,373	208,637,576	272,313,365

	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 period	2,864,713	2,019,690	10,371,695	15,256,098
Amount recovered during the period	-	-	(3,308,355)	(3,308,355)
Exchange rate variance on foreign currency impairment	(394,746)	669,233	1,544,185	1,818,672
Amount written-off during the period	-	-	(44,205)	(44,205)
Other movements	(101,150)	(95,585)	83,408	(113,327)
Closing balance as at 30 June 2025	37,763,286	27,798,846	208,914,301	274,476,433

Rs.'000

4) Contingent liabilities and commitments

As at	Bank		Group	
	30-June-2025 (Audited)	31-Dec-2024 (Audited)	30-June-2025	31-Dec-2024 (Audited)
By product - Domestic currency				
Acceptances and documentary credits	163,158,763	155,541,271	163,158,763	155,541,271
Bills for collection	52,133,474	49,793,865	52,133,474	49,793,865
Forward exchange contracts	581,126,138	386,280,769	581,126,138	386,280,769
Guarantees	127,612,808	126,173,739	127,827,753	126,365,697
Undrawn and undisbursed facilities	846,979,099	821,517,745	846,979,099	821,517,745
Other commitments	61,135,200	60,918,463	61,657,640	61,429,120
Total domestic currency contingent liabilities and commitments	1,832,145,482	1,600,225,852	1,832,882,867	1,600,928,467
By product - Foreign currency				
Acceptances and documentary credits	17,594,121	14,650,948	17,594,121	14,650,948
Bills for collection	8,977,418	9,878,967	8,977,418	9,878,967
Forward exchange contracts	32,441,815	15,778,925	32,441,815	15,778,925
Guarantees	11,150,461	9,519,666	11,150,461	9,519,666
Undrawn and undisbursed facilities	25,444,529	27,558,435	25,444,529	27,558,435
Other commitments	198,745,792	110,683,565	199,153,074	111,080,845
Total foreign currency contingent liabilities and commitments	294,354,136	188,070,506	294,761,418	188,467,786
Total Contingent liabilities and commitments	2,126,499,618	1,788,296,358	2,127,644,285	1,789,396,253

5) Financial liabilities at amortised cost

Due to depositors - By product

As at	Bank		Group	
	30-June-2025 (Audited)	31-Dec-2024 (Audited)	30-June-2025	31-Dec-2024 (Audited)
Local currency				
Demand deposits	171,501,083	188,746,366	170,513,334	188,362,021
Savings deposits	935,333,703	774,866,841	936,891,256	776,120,776
Time deposits	2,447,677,405	2,389,692,228	2,470,609,980	2,409,388,408
Other deposits	6,845,248	3,794,759	6,845,248	3,794,759
Total local currency deposits	3,561,357,439	3,357,100,194	3,584,859,818	3,377,665,964
Foreign currency				
Demand deposits	55,416,667	49,720,828	56,523,997	50,882,701
Savings deposits	130,304,034	123,622,316	131,103,918	124,401,536
Time deposits	679,871,920	676,655,654	694,467,475	691,077,156
Other deposits	1,662,623	1,504,443	1,662,623	1,504,443
Total foreign currency deposits	867,255,244	851,503,241	883,758,013	867,865,836
Total due to depositors	4,428,612,683	4,208,603,435	4,468,617,831	4,245,531,800

SEGMENTAL ANALYSIS - GROUP

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Rs. '000												
For the six month period ended 30 June	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	28,280,831	21,296,646	17,504,806	17,937,351	57,937,498	41,544,983	2,186,600	1,910,765	(991,426)	(23,280,559)	104,918,309	59,409,186
Net fee and commission income	7,454,484	8,984,416	1,635,527	1,278,113	1,197,556	(831,389)	224,389	174,072	566,186	505,469	11,078,142	10,110,681
Other income	565,121	688,840	775,793	(246,804)	5,215,245	737,675	319,414	570,854	133,613	110,586	7,009,186	1,861,151
Total operating income	36,300,436	30,969,902	19,916,126	18,968,660	64,350,299	41,451,269	2,730,403	2,655,691	(291,627)	(22,664,504)	123,005,637	71,381,018
Expenses :												
Impairment (charge)/ reversal for loans and other losses	(1,858,332)	(1,610,605)	(9,878,942)	(1,391,505)	246,314	(4,775,168)	92,777	68,399	(125,959)	(69,460)	(11,524,142)	(7,778,339)
Total operating expenses	(26,232,108)	(21,076,479)	(2,280,297)	(3,089,239)	(4,839,741)	(6,127,330)	(2,390,464)	(2,204,201)	(222,068)	(502,676)	(35,964,678)	(32,999,925)
Total expenses	(28,090,440)	(22,687,084)	(12,159,239)	(4,480,744)	(4,593,427)	(10,902,498)	(2,297,687)	(2,135,802)	(348,027)	(572,136)	(47,488,820)	(40,778,264)
Operating profit before taxes on financial services	8,209,996	8,282,818	7,756,887	14,487,916	59,756,872	30,548,771	432,716	519,889	(639,654)	(23,236,640)	75,516,817	30,602,754
Taxes on financial services											(15,834,010)	(7,842,205)
Operating profit after taxes on financial services											59,682,807	22,760,549
Share of profits/ (losses) of associate companies, net of tax							55,799	34,210			55,799	34,210
Profit /(loss) before income tax	8,209,996	8,282,818	7,756,887	14,487,916	59,756,872	30,548,771	488,515	554,099	(639,654)	(23,236,640)	59,738,606	22,794,759
Income tax expense											(23,816,019)	(10,292,100)
Profit for the period											35,922,587	12,502,659
Total assets	963,555,949	863,244,347	1,062,606,984	1,040,673,544	3,025,316,211	2,277,682,965	75,853,967	65,609,032	239,882,056	241,746,105	5,367,215,167	4,488,955,993
Total liabilities	903,763,546	813,045,281	996,668,078	980,156,681	2,837,583,546	2,145,231,986	55,261,188	45,354,354	224,996,439	227,688,176	5,018,272,797	4,211,476,478
Cash flows from/ (used in) operating activities	19,565,114	8,318,028	10,734,341	5,094,683	34,683,355	11,133,158	(4,281,575)	(6,085,872)	(157,181)	(6,087,329)	60,544,054	12,372,668
Cash flows from/ (used in) investing activities	(15,101,136)	6,117,793	(16,653,493)	7,375,230	(47,413,656)	16,141,888	3,417,432	1,449,046	(3,759,502)	1,713,249	(79,510,355)	32,797,206
Cash flows from/ (used in) financing activities	2,996,811	(8,770,094)	2,198,491	(4,860,881)	482,607	(1,200,342)	821,804	3,130,714	412,512	(906,510)	6,912,225	(12,607,113)
Capital expenditure to non-current assets											(2,054,385)	1,489,227
Depreciation and amortization expenses	416,349	393,973	459,149	474,950	1,307,229	1,039,505	27,934	55,277	103,654	110,330	2,314,315	2,074,035

During the period from 01.01.2023 to 30.06.2025

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.							