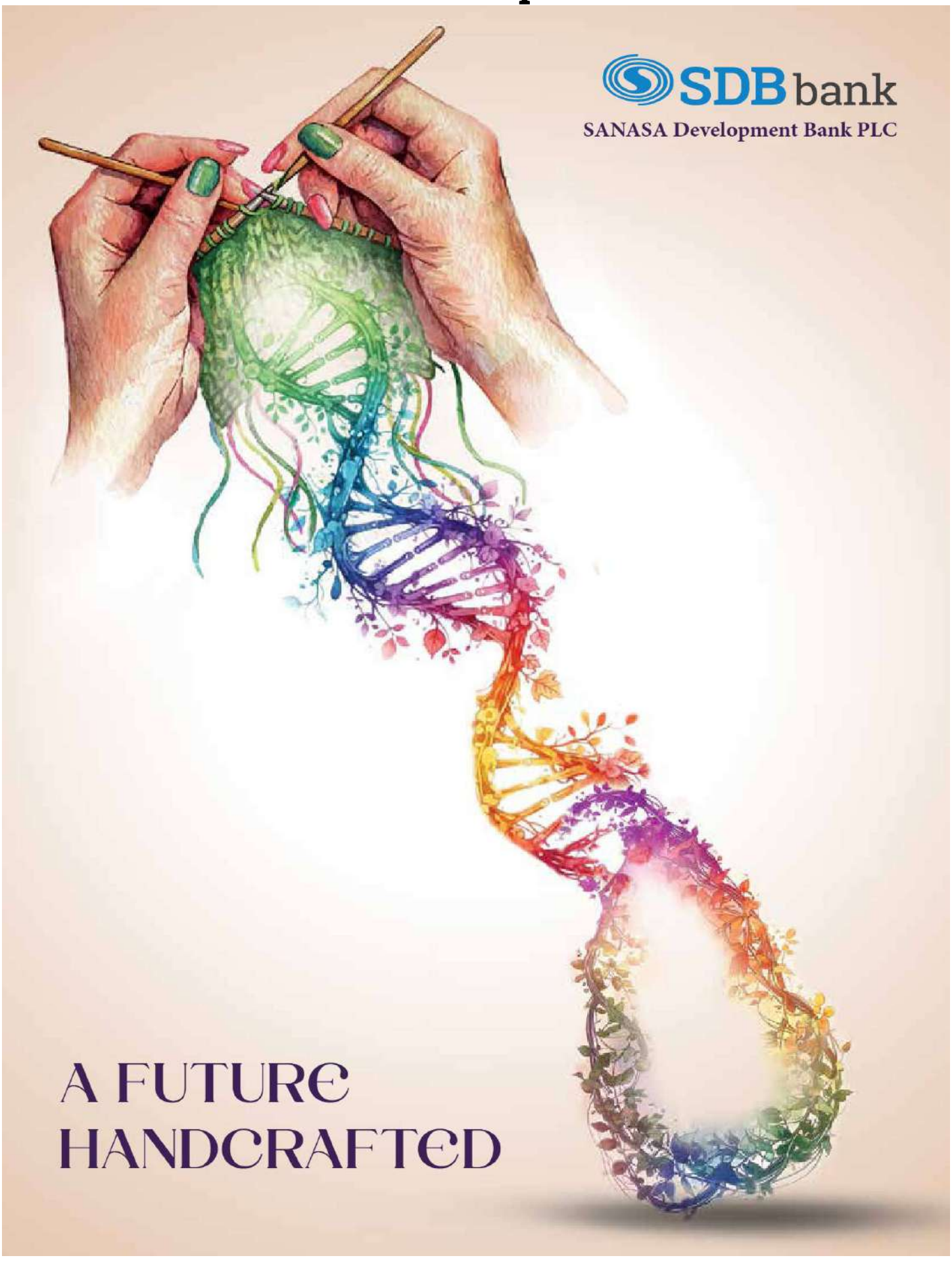
Interim Financial Statements

For the Period ended 30th September 2026



SDB Bank Reports Stable Financial Performance and Sustained Growth in Q3 2026

- Profit after tax hit Rs. 165.6 Mn.
- Total Capital Ratio maintained at 14.74%.
- Liquidity Coverage Ratio maintained at 132.29%
- YoY deposit base increased to Rs. 112 Bn from Rs. 105 Bn
- YoY loan portfolio increased to Rs. 113 Bn from Rs. 109 Bn
- YoY total assets increased to Rs.149 Bn from Rs. 146 Bn
- Stage 3 ratio improved to 6.25 % From 5.42%

Stable Financial Performance in Q3 2026

SDB bank maintained a profitable performance during Q3 2026, recording a Profit After Tax (PAT) of Rs. 165.6 Mn. This performance was achieved despite the concessions granted to tenor extended portfolio Customer and associated impairment provisions, The Bank's continued focus on disciplined financial management, prudent risk governance, and strategic business expansion reinforces its ability to navigate evolving market conditions while pursuing sustainable growth. Growth in customer advances across agriculture, SMEs, cooperatives, and retail banking reflects continued customer trust and supports the Bank's long-term objectives. Ongoing initiatives to improve operational efficiency, strengthen asset quality, and diversify revenue streams are expected to further enhance stakeholder value and support future growth opportunities. Notably, all capital adequacy ratios remain comfortably above the regulatory minimum requirements, reinforcing the Bank’s strong capital position.

The Bank’s strengthened credit discipline, coupled with proactive portfolio management, demonstrates its balanced approach to managing risk and pursuing growth opportunities. Continued focus on building a stable, low-cost deposit base and enhancing funding efficiency has further reinforced the Bank’s financial stability. Anchored in its purpose-driven approach, SDB Bank remains committed to delivering sustainable growth while contributing to inclusive and forward-looking economic development.

Sustainability Commitments

During Q3 2026, SDB bank continued to strengthen its commitment to sustainable and inclusive growth through responsible banking practices and financial inclusion initiatives especially through the Rural Upliftment Program of the Bank. By supporting key sectors such as agriculture, SMEs, cooperatives, and retail banking, the Bank remains focused on creating positive economic impact and delivering sustainable progress for the communities it serves.

About SDB bank

A future-ready bank, dedicated to offering customer-centric and comprehensive support tailored to each individual's needs, SDB bank is a licensed specialized bank regulated by the Central Bank of Sri Lanka, with a listing on the Main Board of the Colombo Stock Exchange and a Fitch Rating of BB+ (lka). Through the network of 93 branches island-wide, the Bank provides a comprehensive range of financial services to its Retail, SME, Co-operative, and Business Banking clients across the country. Environmental, Social, and Governance (ESG) principles are deeply ingrained in SDB bank's ethos, with a steadfast focus on uplifting local communities and businesses through sustainable practices. The Bank is particularly committed to promoting women's empowerment, sustainable development of SMEs, and digital inclusion, aiming to propel Sri Lanka to new heights.

SANASA DEVELOPMENT BANK PLC
INCOME STATEMENT

In Rupees Thousands (Rs'000)	Bank					
	For the Period ended 30th September		Change	For the quarter ended 30th September		Change
	2026	2025		2026	2025	
Interest income	13,276,988	12,925,469	3%	4,637,001	4,346,317	7%
Interest expenses	(7,273,812)	(6,683,091)	9%	(2,670,419)	(2,174,539)	23%
Net interest income	**6,003,176**	**6,242,377**	**-4%**	**1,966,582**	**2,171,778**	**9%**
Fee and commission income	481,673	523,351	-8%	154,405	200,327	-23%
Fee and commission expenses	(47,014)	(57,781)	-19%	(14,950)	(17,463)	-14%
Net fee and commission income	**434,658**	**465,570**	**-7%**	**139,455**	**182,864**	**-24%**
Net gains/(losses) from trading	-	(553)	-100%	-	-	-
Net fair value gains/(losses) on financial assets at fair value through profit or loss	173,896	453,576	-62%	40,903	178,249	-77%
Net other operating income	88,491	16,698	430%	(4,184)	4,665	-190%
Total operating income	**6,700,221**	**7,177,669**	**-7%**	**2,142,756**	**2,537,556**	**-16%**
Impairment for loans and other losses	(480,075)	(619,225)	-22%	(101,946)	(203,151)	-50%
Net operating income	**6,220,147**	**6,558,444**	**-5%**	**2,040,810**	**2,334,405**	**-13%**
Personnel expenses	(2,918,333)	(3,198,622)	-9%	(898,174)	(1,074,160)	-16%
Depreciation and amortization expenses	(544,160)	(497,536)	9%	(171,948)	(168,195)	2%
Other expenses	(1,775,786)	(1,798,566)	-1%	(617,482)	(661,663)	-7%
Total Admin and Other Operational Expences	**(5,238,278)**	**(5,494,724)**	**-5%**	**(1,687,604)**	**(1,904,018)**	**-11%**
Operating profit/ (loss) before VAT on financial services & SSCL	**981,868**	**1,063,720**	**-8%**	**353,207**	**430,388**	**-18%**
Value Added Tax (VAT) on financial services	(540,937)	(563,848)	-4%	(194,965)	(228,108)	-15%
Social Security Contribution Levy (SSCL)	(91,660)	(76,023)	21%	(33,371)	(35,886)	-7%
Operating profit/(loss) after VAT on financial services and SCCL	**349,271**	**423,849**	**-18%**	**124,870**	**166,394**	**-25%**
Profit/(loss) before tax	**349,271**	**423,849**	**-18%**	**124,870**	**166,394**	**-25%**
Income tax expenses	(183,599)	(170,195)	8%	(66,013)	(68,862)	-4%
Profit/(loss) for the period	**165,672**	**253,654**	**-35%**	**58,857**	**97,532**	**-40%**
Profit/(loss) attributable to:						
Equity holders of the parent	165,672	253,654	-35%	58,857	97,532	-40%
Non-controlling interests	-	-	-	-	-	-
	165,672	**253,654**	-35%	**58,857**	**97,532**	-40%
Earnings per share on profit						
Basic earnings per ordinary share (Rs.)	1.01	1.55	-35%	0.36	0.60	-40%
Diluted earnings per ordinary share (Rs.)	1.01	1.55	-35%	0.36	0.60	-40%

SANASA DEVELOPMENT BANK PLC
STATEMENT OF COMPREHENSIVE INCOME

In Rupees Thousands (Rs'000)	Bank					
	For the Period ended 30th September		Change	For the quarter ended 30th September		Change
	2026	2025		2026	2025	
Profit/(loss) for the period	165,672	253,654	-35%	58,857	97,532	-40%
Other comprehensive income/(expenses) not to be reclassified to income statement						
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-
Deferred tax relating to defined benefit plans	-	-	-	-	-	-
Gains/(Losses) on re-measuring investments in equity instruments designated at fair value through other comprehensive	-	-	-	-	-	-
Revaluation Surplus on Property, Plant and Equipment	-	-	-	-	-	-
Deferred tax relating to Revaluation Surplus on PPE	-	-	-	-	-	-
Other comprehensive income/(expenses) for the period net of taxes	**-**	**-**		**-**	**-**	**-**
Total comprehensive income/(expenses) for the period	**165,672**	**253,654**	**-35%**	**58,857**	**97,532**	**-40%**
Total comprehensive income/(expenses) attributable to:						
Equity holders of the parent	165,672	253,654	-35%	58,857	97,532	-40%
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income/(expenses) for the period	**165,672**	**253,654**	**-35%**	**58,857**	**97,532**	**-40%**

SANASA DEVELOPMENT BANK PLC
STATEMENT OF FINANCIAL POSITION

In Rupees Thousands (Rs'000)	Bank		
	As at 30.09.2026	As at 31.12.2025 (Audited)	Change
Assets			
Cash and cash equivalents	5,797,949	7,104,306	-18%
Placements with banks	6,725,059	7,801,227	-14%
Financial assets fair value through Profit or Loss	965,819	-	100%
Financial assets at amortised cost			
- loans and receivebles from other customers	113,243,499	109,840,876	3%
- debt and other instruments	17,016,120	16,605,323	2%
Financial assets measured at fair value through other comprehensive income	196,805	196,698	-
Investment in subsidiary	6,163	6,163	-
Property, plant and equipment	958,027	970,551	-1%
Right of use assets	1,156,129	1,358,411	-15%
Intangible assets	628,887	659,061	-5%
Deferred tax assets	756,172	756,172	-
Other assets	2,095,657	1,659,310	26%
Total assets	149,546,285	146,958,097	2%
Liabilities			
Financial liabilities at amortised cost			
- due to depositors	112,838,733	105,680,974	7%
- due to other borrowers	16,444,629	20,616,321	-20%
Retirement benefit obligations	1,407,191	1,286,496	9%
Current tax liabilities	579,155	892,809	-35%
Other liabilities	3,306,499	3,677,090	-10%
Total liabilities	134,576,207	132,153,690	2%
Equity			
Stated capital/assigned capital	11,406,602	11,406,602	-
Statutory reserve fund	381,295	381,295	-
Retained earnings	2,864,061	2,698,389	6%
Other reserves	318,120	318,120	-
Total equity	14,970,078	14,804,406	1%
Total equity and liabilities	149,546,285	146,958,097	2%
Contingent liabilities and commitments	1,209,454	1,032,893	17%
Net asset value per share (Rs.)	91.19	90.18	1%
Memorandum information			
Number of employees	1,242	1,263	-
Number of branches	93	94	-

Certification:

We certify that the above Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007.

SGD
Sanjeeva Jayasinghe
Head of Finance

SGD
Manoj Akmeemana
Chief Executive Officer

We, the undersigned, being the Chairperson and Director of the SANASA Development Bank PLC,
jointly certify that :-

(a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka: and
(b) the information contained in these statements have been extracted from the unaudited financial statements of the Bank, unless indicated as audited.

SGD
Dinithi Ratnayake
Chairperson

SGD
Chaaminda Kumarasiri
Director

12th November 2026
Colombo

SANASA DEVELOPMENT BANK PLC
STATEMENT OF CHANGES IN EQUITY

In Rupees Thousands (Rs'000)	Bank						
	Stated capital / Assigned capital	Reserves					Total equity
				Other reserves			
	Ordinary voting shares	Statutory reserve fund	Retained earnings	OCI reserve	Revaluation reserve	General reserves	
For the Period ended 30.09.2025							
Balance as at 01.01.2025 (Opening balance)	11,406,602	361,049	2,388,242	(19,052)	403,001	46,657	14,586,500
Total comprehensive income for the period							
Profit/(loss) for the period (net of tax)	-	-	253,654	-	-	-	253,654
Other comprehensive income (net of tax)	-	-	-	-	-	-	-
Total comprehensive income/(expenses) for the period	**-**	**-**	**253,654**	**-**	**-**	**-**	**253,654**
Transfer to statutory reserve fund	-	-	-	-	-	-	-
Transactions with equity holders, recognized directly in equity							
Other	-	-	-	-	-	-	-
Total transactions with equity holders	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Balance as at 30.09.2025 (Closing balance)	**11,406,602**	**361,049**	**2,641,897**	**(19,052)**	**403,001**	**46,657**	**14,840,154**
For the Period ended 30.09.2026							
Balance as at 01.01.2026 (Opening balance)	11,406,602	381,295	2,698,389	(30,500)	301,963	46,657	14,804,406
Total comprehensive income for the period							
Profit/(loss) for the period (net of tax)	-		165,672	-	-	-	165,672
Other comprehensive income (net of tax)	-	-	-	-	-	-	-
Total comprehensive income/(expenses) for the period	**-**	**-**	**165,672**	**-**	**-**	**-**	**165,672**
Transfer to statutory reserve fund	-	-	-	-	-	-	-
Transactions with equity holders, recognized directly in equity							
Dividend to equity holders	**-**	**-**	-	-	-	**-**	-
Other transactions	-	-	-				-
Total transactions with equity holders	-	-	-	-	-	-	-
Balance as at 30.09.2026 (Closing balance)	**11,406,602**	**381,295**	**2,864,061**	**(30,500)**	**301,963**	**46,657**	**14,970,079**

Statutory Reserve Fund

Every Licensed Specialised Bank has to make a Provision not less than 5% out of profit after tax to the Statutory Reserve Fund. Such provision should be made annually as stipulated by the Banking Act No. 30 of 1988 as amended by Banking (Amendment) Act No. 24 of 2024 until the said Reserve Fund is equal to 50% of the Equity Capital of the Bank. Thereafter, the Bank has to make a provision not less than 2% out of profit after tax to the Statutory Reserve Fund until the said Fund is equal to the Equity Capital of the Bank.

General Reserve

The General Reserve is created after provisioning for a Statutory Reserve Fund and Interim Dividend payments for the respective shareholders, this reserve will be used by the Bank for the future capitalisation purposes of the Bank.

Fair value through OCI / Available For Sale Reserve / Revaluation Reserve

These reserves consist of fair value adjustments relevant to investment portfolios and land and buiding.

SANASA DEVELOPMENT BANK PLC
STATEMENT OF CASH FLOWS

In Rupees Thousands (Rs'000)	Bank	
	01.01.2026 to 30.09.2026	01.01.2025 to 31.12.2025 (Audited)
Cash flows from / (used in) operating activities		
Interest received	13,285,287	19,694,746
Fee and commission received	545,929	848,429
Receipts from other operating activities	25,651	5,934
Interest payment	(6,349,654)	(8,567,284)
Cash payment to employees	(2,912,372)	(3,816,520)
Payments to suppliers and other operating activities	(1,821,222)	(2,142,685)
Fee and commission expenses	(47,014)	(41,620)
Operating profit before changes in operating assets	**2,726,604**	**5,981,000**
(Increase)/decrease in operating assets		
Funds advanced to customers	(4,097,609)	(18,176,883)
Net (increase)/ decrease in other short term securities	(750,453)	871,597
Net (increase)/ decrease in other assets	(93,476)	(1,138,773)
Increase/(decrease) in operating liabilities		
Deposits from customers	6,338,376	(1,574,200)
Net increase/ (decrease) in other liabilities	(138,745)	431,535
Net cash from operating activities before income tax	**3,984,697**	**(13,605,725)**
VAT and SSCL on financial services	(632,090)	(848,909)
Income tax paid	(505,306)	(253,325)
Net cash from operating activities	**2,847,301**	**(14,707,959)**
Cash flows from / (used in) investing activities		
Dividend received	108	476
(Increase)/ Decrease in Non Dealing Securities	(108)	-
(Increase)/ decrease in dealing securities	(791,923)	7,297,713
(Increase)/ decrease in treasury bonds and other investments	1,208,190	10,003,383
Proceeds from sale of property, plant and equipment	23,634	4,835
Purchase of property, plant and equipment	(208,852)	(91,136)
Purchase of intangible assets	(158,686)	(94,124)
Net cash from/ (used in) investing activities	**72,364**	**17,121,147**
Cash flows from (used in) financing activities		
Repayment of long term borrowing	(12,493,001)	(9,551,482)
Increase/(decrease) in borrowing	8,266,980	11,097,850
Net cash flow from/ (used in) financing activities	**(4,226,021)**	**1,546,368**
Net increase/ (decrease) in cash and cash equivalents	(1,306,356)	3,959,556
Cash and cash equivalent at the beginning of the period	7,404,306	3,444,750
Cash and cash equivalents at the end of the period	**6,097,949**	**7,404,306**
Reconciliation of cash and cash equivalents		
Cash and cash equivalents	5,797,949	7,104,306
Fixed deposits less than 3 months	300,000	300,000
	6,097,949	**7,404,306**

SANASA DEVELOPMENT BANK PLC
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Bank - As at 30th September 2026				
In Rupees Thousands (Rs'000)	**AC**	**FVPL**	**FVOCI**	**Total**
FINANCIAL ASSETS				
Cash and cash equivalents	5,797,949	-	-	5,797,949
Placements with banks	6,725,059	-	-	6,725,059
Financial assets fair value through Profit or Loss	-	965,819	-	965,819
Financial assets at amortised cost				
- loans and receivebles from other customers	113,243,499	-	-	113,243,499
- debt and other instruments	17,016,120	-	-	17,016,120
Financial assets measured at fair value through other comprehensive income	-	-	196,805	196,805
Total financial assets	142,782,627	965,819	196,805	143,945,251
In Rupees Thousands (Rs'000)		**AC**	**FVPL**	**Total**
FINANCIAL LIABILITIES				
Financial liabilities at amortised cost				
- due to depositors		112,838,733	-	112,838,733
- due to other borrowers		16,444,629	-	16,444,629
Subordinated debt		-	-	-
Total financial liabilities		129,283,362	-	129,283,362

Bank - As at 31st December 2025 (Audited)				
In Rupees Thousands (Rs'000)	**AC**	**FVPL**	**FVOCI**	**Total**
FINANCIAL ASSETS				
Cash and cash equivalents	7,104,306	-	-	7,104,306
Placements with banks	7,801,227	-	-	7,801,227
Financial assets fair value through Profit or Loss	-	-	-	-
Financial assets at amortised cost				
- loans and receivebles from other customers	109,840,876	-	-	109,840,876
- debt and other instruments	16,605,323	-	-	16,605,323
Financial assets measured at fair value through other comprehensive income	-	-	196,698	196,698
Total financial assets	141,351,731	-	196,698	141,548,429
In Rupees Thousands (Rs'000)		**AC**	**FVPL**	**Total**
FINANCIAL LIABILITIES				
Financial liabilities at amortised cost				
- due to depositors		105,680,974	-	105,680,974
- due to other borrowers		20,616,321	-	20,616,321
Subordinated debt		-	-	-
Total financial liabilities		126,297,295	-	126,297,295

AC - Amortised Cost
FVPL - Financial assets recognized through Profit or Loss - measured at Fair Value
FVOCI - Financial assets measured at Fair Value through Other Comprehensive Income

SANASA DEVELOPMENT BANK PLC
FAIR VALUE DISCLOSURE OF FINANCIAL INSTRUMENTS

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

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.
Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly
Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data

There are no material changes in the fair value of financial assets categorised under Level 3 compared to the values reported as at 31st December 2025. The Bank has not changed the valuation models and assumptions used to measure the fair values of Level 3 financial instruments during the period ended 30th September 2026.

Financial Assets & Liabilities Measured at Fair Value - Fair Value Hierarchy - In Rupees Thousands (Rs'000)

	As at 30th September 2026			
	Level 1	**Level 2**	**Level 3**	**Total**
	LKR	**LKR**	**LKR**	**LKR**
Financial assets fair value through profit or loss				
Sri Lanka Government securities- Treasury bills and bonds	-	-	-	-
Unit trusts	-	965,819	-	965,819
Quoted Equities	-	-	-	-
Fair Value through other comprehensive income				
Unquoted equity securities	-	-	196,805	196,805
	-	965,819	196,805	1,162,624

	As at 31st December 2025 (Audited)			
	Level 1	**Level 2**	**Level 3**	**Total**
	LKR	**LKR**	**LKR**	**LKR**
Financial assets fair value through profit or loss				
Sri Lanka Government securities- Treasury bonds	-	-	-	-
Unit trusts	-	-	-	-
Quoted Equities	-	-	-	-
Fair Value through other comprehensive income				
Unquoted equity securities	-	-	196,698	196,698
	-	-	196,698	196,698

Fair value of financial assets and liabilities not carried at fair value - In Rupees Thousands (Rs'000)

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

		As at 30th September 2026	
	Level	Carrying value LKR	Fair value LKR
Financial assets			
Cash and cash equivalents	Note*	5,797,949	5,797,949
Placements with banks	Note*	6,725,059	6,725,059
Financial assets at amortised cost			
- Loans and receivables to other customers	2	113,243,499	109,103,759
- Debt and other instruments	Note*	17,016,120	17,016,120
Total financial assets		142,782,627	138,642,887
Financial liabilities			
Due to other customers	2	112,838,733	115,618,833
Other borrowings	2	16,444,629	16,444,629
Total financial liabilities		129,283,362	132,063,462

		As at 31st December 2025 (Audited)	
		Carrying value LKR	Fair value LKR
Financial assets			
Cash and cash equivalents	Note*	7,104,306	7,104,306
Placements with banks	Note*	7,801,227	7,801,227
Financial assets at amortised cost			
- Loans and receivables to other customers	2	109,840,876	108,023,575
- Debt and other instruments	Note*	16,605,323	16,605,323
Total financial assets		141,351,731	139,534,431
Financial liabilities			
Due to other customers	2	105,680,974	118,472,363
Other borrowings	2	20,616,321	20,616,321
Total financial liabilities		126,297,295	139,088,684

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

For financial assets and financial liabilities that have a short term maturity (less than a year), it is assumed that the carrying amounts approximate to their fair value. This assumption is applied to savings deposits without a specific maturity. Loans and advances to customers with a variable rate also considered to be carried at fair value.

The fair value of fixed rate financial assets and liabilities carried at amortised cost are estimated by comparing market interest rates when they were first recognised with current market rates for similar financial instruments. The estimated fair value of fixed interest bearing deposits is based on discounted cash flows using prevailing interest rates of the Bank.

SANASA DEVELOPMENT BANK PLC
ANALYSIS OF LOANS AND ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT

In Rupees Thousands (Rs'000)	Bank	
	As at 30.09.2026	As at 31.12.2025 (Audited)
Product-wise gross loans and advances		
By product: LKR		
Pawning	15,180,071	11,298,992
Cash margin	6,086,625	6,220,305
Staff loans	1,612,010	1,670,503
Lease rentals receivable	12,665,153	10,538,365
Term loans	-	-
Business loans	1,968,340	1,708,010
SME loans	21,784,180	21,883,380
Co-operative loans	4,464,429	2,952,610
Housing loans	2,553,014	2,509,197
Fixed and floating personal loans	17,874,712	19,725,096
Upahara loans	37,632,325	39,496,299
Other personal loans	613,354	562,152
Total	122,434,214	118,564,908
Product-wise commitments and contingencies		
By product: LKR		
Guarantees	401,878	389,540
Undrawn Credit Lines	807,576	643,353
Total	1,209,454	1,032,893
Total loans and advances, commitments and contingencies	**123,643,668**	**119,597,801**
Stage-wise impairment on loans and advances, commitments and contingencies		
Gross loans and advances, commitments and contingencies	**123,643,668**	**119,597,801**
Less: Accumulated impairment under stage 1	(814,725)	(1,018,577)
Accumulated impairment under stage 2	(1,001,877)	(608,890)
Accumulated impairment under stage 3	(7,374,113)	(7,096,565)
Net loans and advances, commitments and contingencies	**114,452,953**	**110,873,769**
Movement of impairment during the period		
Under Stage 1		
Opening balance	1,018,577	678,781
Charges / (Write back) to income statement	(203,852)	339,796
Other movements	-	-
Closing balance	814,725	1,018,577
Under Stage 2		
Opening balance	608,890	787,537
Charges / (Write back) to income statement	392,987	(178,646)
Other movements	-	-
Closing balance	1,001,877	608,890
Under Stage 3		
Opening balance	7,096,565	6,578,292
Charges / (Write back) to income statement	293,373	556,975
Write - off during the year	(15,825)	(38,702)
Other movements	-	-
	7,374,113	7,096,565
Total impairment	**9,190,716**	**8,724,033**

SANASA DEVELOPMENT BANK PLC
ANALYSIS OF DEPOSITS

In Rupees Thousands (Rs'000)	Bank	
	As at 30.09.2026	As at 31.12.2025 (Audited)
By product: Rs.		
Savings deposits	20,564,611	22,008,225
Fixed deposits	92,274,122	83,672,749
Total deposits	**112,838,733**	**105,680,974**

SANASA DEVELOPMENT BANK PLC
SEGMENT REPORTING

Bank									In Rupees Thousands (Rs'000)	
	Banking		Leasing & HP		Treasury		Pawning		Total	
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
For the Period ended 30th September										
Interest income	8,744,043	8,936,562	1,514,918	1,085,069	1,597,515	2,033,382	1,420,512	870,455	13,276,988	12,925,469
Add: Inter-segment interest income	5,191,268	7,781,509	-	-	5,677,782	6,940,702	-	-	10,869,051	14,722,211
Total interest income	**13,935,311**	**16,718,071**	**1,514,918**	**1,085,069**	**7,275,298**	**8,974,084**	**1,420,512**	**870,455**	**24,146,039**	**27,647,680**
Interest expenses	(4,852,557)	(5,104,312)	(639,738)	(486,033)	(932,029)	(498,771)	(849,488)	(593,976)	(7,273,812)	(6,683,091)
Add: Inter-segment interest expense	(5,677,782)	(6,940,702)	-	-	(5,191,268)	(7,781,509)	-	-	(10,869,051)	(14,722,211)
Net interest income	**3,404,971**	**4,673,058**	**875,180**	**599,037**	**1,152,000**	**693,803**	**571,024**	**276,480**	**6,003,176**	**6,242,377**
Fee and commission income	434,469	481,479	47,204	41,872	-	-	-	-	481,673	523,351
Fee and commission expenses	(41,538)	(54,892)	(5,476)	(2,889)	-	-	-	-	(47,014)	(57,781)
Net fee and commission income	**392,931**	**451,136**	**41,728**	**38,983**	**-**	**-**	**-**	**-**	**434,658**	**465,570**
Net gains/(losses) from trading	-	-	-	-	-	(553)	-	-	-	(553)
Net fair value gains/(losses) from financial assets at fair value through profit or loss	-	-	-	-	173,896	453,576	-	-	173,896	453,576
Other operating income (net)	88,383	16,407	-	-	108	291	-	-	88,491	16,698
Total operating income	**3,886,286**	**5,140,601**	**916,908**	**638,020**	**1,326,004**	**1,147,118**	**571,024**	**276,480**	**6,700,221**	**7,177,669**
Impairment for loans and other losses	(368,096)	(586,485)	(106,867)	(25,672)	2,433	(1,431)	(7,545)	(5,638)	(480,075)	(619,225)
Net operating income	**3,518,190**	**4,554,116**	**810,041**	**612,348**	**1,328,437**	**1,145,687**	**563,479**	**270,842**	**6,220,147**	**6,558,444**
Depreciation and amortization	(416,255)	(410,472)	(54,877)	(39,085)	(159)	(212)	(72,869)	(47,766)	(544,160)	(497,536)
Segment Result	**3,101,935**	**4,143,644**	**755,164**	**573,263**	**1,328,278**	**1,145,475**	**490,610**	**223,076**	**5,675,987**	**6,060,908**
Un-allocated expenses									(4,694,119)	(4,997,189)
Value Added Tax (VAT) on financial services									(540,937)	(563,848)
Social Security Contribution Levy									(91,660)	(76,023)
Profit before tax									**349,271**	**423,849**
Tax expenses									(183,599)	(170,195)
Profit for the period									165,672	253,654
Other comprehensive income										
Other comprehensive income for the period net of tax									-	-
Total comprehensive income for the period									**165,672**	**253,654**
As at 30th September										
Segment assets	86,650,799	85,164,860	11,423,624	8,109,399	30,701,752	34,964,578	15,169,076	9,910,414	143,945,251	138,149,251
Un allocated assets	-	-	-	-	-	-	-	-	5,601,034	5,526,008
Total assets	**86,650,799**	**85,164,860**	**11,423,624**	**8,109,399**	**30,701,752**	**34,964,578**	**15,169,076**	**9,910,414**	**149,546,285**	**143,675,258**
Segment liabilities	89,798,417	91,661,192	11,838,590	8,727,980	17,219,102	17,779,557	15,720,097	10,666,375	134,576,207	128,835,104
Total equity	-	-	-	-	-	-	-	-	14,970,078	14,840,154
Total equity & liabilities	**89,798,417**	**91,661,192**	**11,838,590**	**8,727,980**	**17,219,102**	**17,779,557**	**15,720,097**	**10,666,375**	**149,546,285**	**143,675,258**
For the Period ended 30th September										
Additions to non-current assets	281,230	43,425	37,076	4,135	-	-	49,232	5,053	367,538	52,613

SANASA DEVELOPMENT BANK PLC
SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING)

Item	Bank	
	As at 30.09.2026	As at 31.12.2025 (Audited)
Regulatory Capital Adequacy (LKR in Millions)		
Common Equity Tier 1	13,419	13,389
Core (Tier 1) Capital	13,419	13,389
Total Capital Base	14,505	14,372
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital Ratio (%) - (Minimum Requirement - 2026-7.00%, 2025-7.00%)	13.64	14.20
Tier 1 Capital Ratio (%) - (Minimum Requirement - 2026-8.50%,2025-8.50%)	13.64	14.20
Total Capital Ratio (%) - (Minimum Requirement - 2026-12.50%, 2025-12.50%)	14.74	15.24
Leverage Ratio (Minimum Requirement - 3%)	8.99	9.14
Regulatory Liquidity		
Total Stock of High-Quality Liquid Assets (LKR in Millions)	16,567	16,671
Liquidity Coverage Ratio (%) (Minimum Requirement - 2026-100%, 2025-100%)	132.29	151.86
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	144.42	144.82
Assets Quality (Quality of Loan Portfolio)		
Impaired Loans (Stage 3) to Total loan, Ratio (Gross) (%)*	12.20	11.34
Impaired Loans (Stage 3) to Total loan, Ratio (Net) (%)*	6.25	5.42
Impairment (Stage 3) to Stage 3 Loans Ratio (%)*	48.87	52.61
Profitability		
Interest Margin (%)	5.46	5.37
Return on Assets (before Taxes) (%)	0.88	1.11
Return on Equity (%)	1.48	2.76

* The ratio is calculated including the undrawn portion of credit facilities, and the comparative figures have been calculated on the same basis.

Share Information	30.09.2026	31.12.2025
Last traded price per share (Rs.)	47.20	58.10
Highest price per share for the period (Rs.)	70.30	69.40
Lowest price per share for the period (Rs.)	45.10	47.00

SANASA DEVELOPMENT BANK PLC
SHAREHOLDER INFORMATION

Twenty Largest Shareholders as at 30.09.2026			
No.	**Name of the Shareholder**	**Number of Shares**	**Holding (%)**
1	LOLC Investment Holdings One (Private) Limited	24,624,948	15.00%
2	Finco Holdings (Private) Limited	24,622,810	15.00%
3	Senthilverl Holdings (Pvt) Ltd	16,624,974	10.13%
4	Belgian Investment Company For Developing Countries SA/NV	16,416,564	10.00%
5	Mr. D.G. Wijemanna	7,000,000	4.26%
6	Mr.L.J.M.A.Jayasundara	5,182,273	3.16%
7	Alliance Finance Company PLC	3,592,187	2.19%
8	JN Lanka Holdings Company (Pvt) Ltd	3,458,547	2.11%
9	Peoples Leasing & Finance PLC/L.P.Hapangama	2,226,314	1.36%
10	Ms.V.A.Rajapaksa	1,700,000	1.04%
11	Seylank Bank PLC/ Gladstone Capital (Pvt) Ltd	1,696,035	1.03%
12	Peoples Leasing & Finance PLC/Mr. A.M.Induruwage	1,590,915	0.97%
13	Bank of Ceylon A/C Ceybank Unit Trust	1,573,477	0.96%
14	Mr.L.J.M.C.C.Jayasundara	1,536,911	0.94%
15	Hatton National Bank PLC/Sarravanan Neelakandan	1,471,083	0.90%
16	Seylank Bank PLC/ ARRC Capital (Pvt) Ltd	1,321,205	0.80%
17	Kegalle SANASA Share Holders Trust Company Limited	1,287,440	0.78%
18	Polgahawela SANASA Societies Union Ltd	1,035,980	0.63%
19	Nikawaratiya Thrift and Credit Co-Operative Society Union Limited	1,014,273	0.62%
20	J N Lanka Holdings Company (Pvt) Ltd	1,000,000	0.61%
Sub total		118,975,936	72.47%
Shares held by other shareholders		45,190,558	27.53%
Total		**164,166,494**	**100.00%**

Note -In compliance with the Section 7.6 (iii) of CSE Listing Rules, the bank has disclosed top 20 shareholders after amalgamating several CDS accounts in to one group belonging to the same shareholder in this financial statements.

As at 30.09.2026

Total number of shares	164,166,494
Number of shares in public holding	135,838,201
Number of public shareholders	38,868
Percentage of public holding	82.74%
Market capitalisation	7,748,658,517
Float adjusted market capitalisation	6,411,563,087
Required minimum public holding percentage under option 3 of rule 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange	7.5%

Directors' Shareholding as at 30.09.2026

No.	**Name**	**No. of Shares**
1	Ms.Dinithi Ratnayake (Chairperson)	
2	Mr.Chaaminda Kumarasiri	
3	Mr.Prasanna Premaratna	1,532
4	Mr.Sarath Nandasiri	
5	Mr.Conrad Dias	
6	Mr.Romani De Silva	106,907
7	Mr.Chandana Dissanayake	
8	Ms. Nishani Ariyawansa	

SANASA DEVELOPMENT BANK PLC
EXPLANATORY NOTES

1 These Interim Financial Statements have been prepared in accordance with LKAS 34 - "Interim Financial Reporting" and present information required by Listing Rule of 7.4 of Colombo Stock Exchange. These Financial Statements are drawn up from the unaudited Financial Statements of the Bank.

2 There are no significant changes in accounting policies and methods of computation since the publication of Audited Financial Statements for the year 2025.

3 There are no material changes in the composition of assets, liabilities and contingent liabilities.

4 ATM Transaction Cost, which was previously classified under Other Expenses, has been reclassified under Fee & Commission Expenses in the financial statements to enhance presentation clarity. Accordingly, the comparative figures have also been adjusted.

5 **Investment in Subsidiary**

Investment in Subsidiary includes the investment made by the Bank in Payment Services (Private) Limited, amounting to Rs.6,163,100/-. Payment Services (Private) Limited is a fully-owned subsidiary of the Bank, that was acquired on 26th May 2020. It was engaged in the business of providing online payment solutions on the web and mobile platforms under the brand name "UPay". The subsidiary's assets, liabilities, equity, income, expenses and cash flows does not have a material effect on the consolidated financial statements of the Group. Therefore, the subsidiary has been deemed immaterial and has not been consolidated when preparing and presenting the financial statements of the Group.