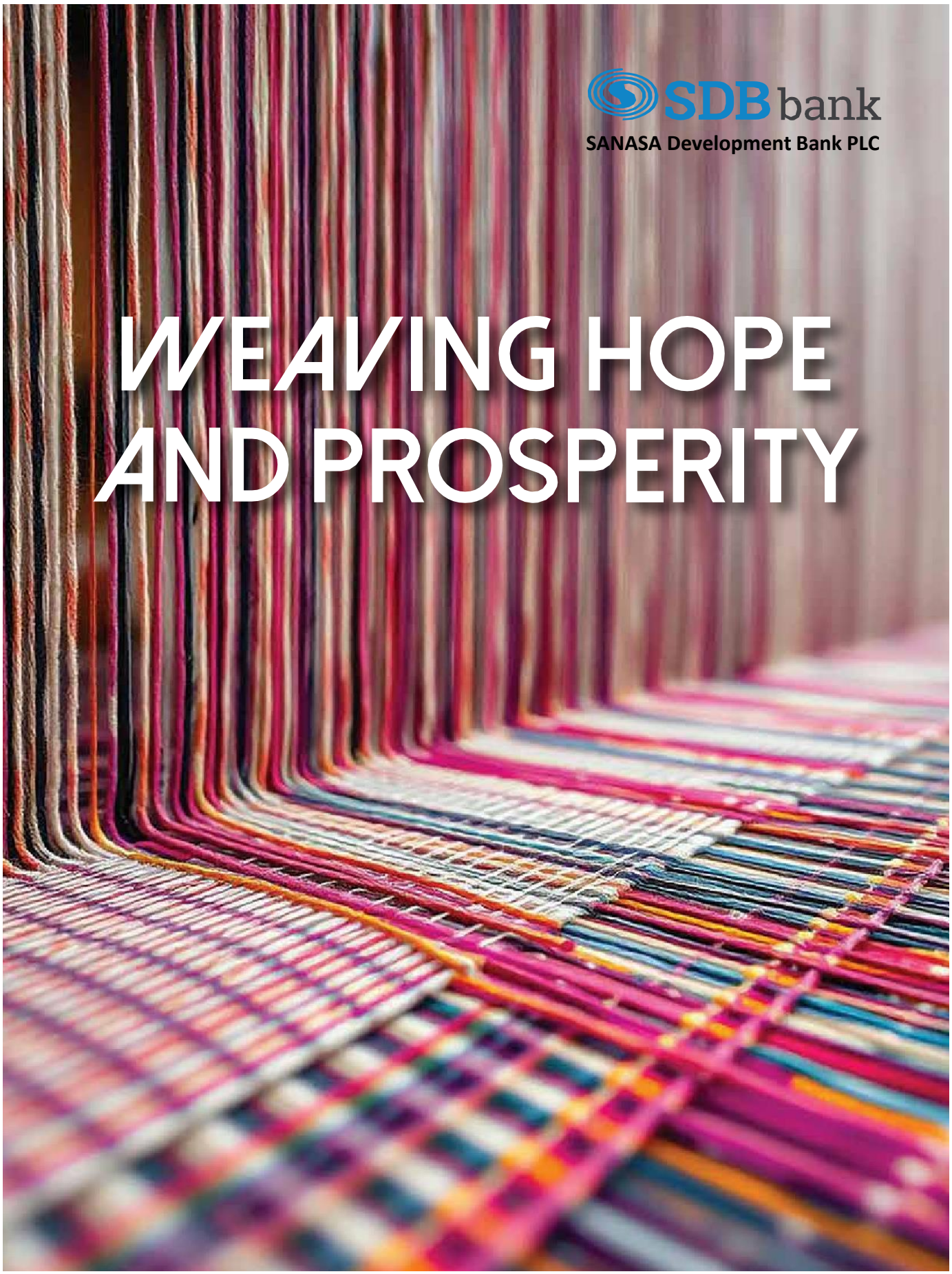
Interim Financial Statements

For the Year Ended 31st March 2025



SDB bank delivers a resilient performance in Q1 2025

- Profit after tax hit 56 Mn.
- Net fee income increased by 53%
- NIM increased by 42bps to 5.60%
- Total Capital Ratio maintained at 16.40%
- Liquidity Coverage Ratio maintained at 234.15%

Sri Lanka's Reform Momentum and Economic Stabilization Boost Investor Confidence

In Q1 2025, Sri Lanka demonstrated steady political and economic stabilization under the reform-driven current regime, marked by a focus on anti-corruption, transparency, and digital governance. Economically, the country maintained growth momentum with a 5% GDP expansion in 2024, subdued inflation due to lower utility costs, and stable interest rates supporting recovery. Continued IMF support, including a USD 334 Mn disbursement, reinforced fiscal discipline, with a 2.3% primary surplus target and progress in finalizing a USD 10 Bn debt restructuring plan. Strategic investments, such as the USD 3.7 Bn Sinopec refinery deal and new digital infrastructure, pave the way for growing investor confidence and a shift toward long-term economic modernization. The reforms and economic stability have created a favorable environment for the Bank, enhancing lending opportunities, digital growth, and investor confidence.

Strong Financial Performance in Q1

SDB bank Q1 2025 Profit After Tax reached Rs. 56 Mn, fueled by an increase in Net Interest Margin (NIM) to 5.60% in March 2025. This improvement reflects SDB bank's proactive management of yield and funding costs. SDB bank's operating income has seen a slight increase of 0.3% compared to Q1 2024, driven by enhanced lending opportunities and digital growth.

Overhead expenses have been increased by 10% year-on-year, primarily driven by higher staff costs. However, this was offset by positive developments. Impairment charges for Q1 2025 dropped by 31% compared to the same period in 2024 as the bank's collections and remediation efforts continued to take effect. Additionally, the impairment coverage ratio for Stage 3 loans (loans with a high risk of default) was prudently improved from 47.78% at year-end 2024 to 49.72% in 2025.

Balance Sheet Optimization and Healthy Liquidity

During the first quarter, loans and advances to customers have increased by Rs. 2 Bn when compared to December 2024. However, SDB bank's balance sheet contracted slightly by 2% during the period. This was primarily due to the settlement of the borrowing portfolio, coupled with the impact of the rupee appreciation against the USD. This reflects the bank's strategy of changing its funding mix by increasing its low-cost savings base and settling high-cost borrowings. The bank's healthy liquidity ratio (LCR) of 234.15% further reinforces its financial stability.

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 94 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 quarter ended 31st March		Change
	2025	2024	
Interest income	4,306,882	5,975,902	-28%
Interest expenses	(2,293,571)	(3,862,735)	-41%
Net interest income	**2,013,311**	**2,113,166**	**-5%**
Fee and commission income	138,895	95,184	46%
Fee and commission expenses	(11,720)	(12,063)	-3%
Net fee and commission income	**127,175**	**83,120**	**53%**
Net gains/(losses) from trading	(553)	202	-374%
Net fair value gains/(losses) on financial assets at fair value through profit or loss	123,194	116,604	6%
Net other operating income	4,336	(51,594)	108%
Total operating income	**2,267,463**	**2,261,498**	**0%**
Impairment for loans and other losses	(195,451)	(283,231)	-31%
Net operating income	**2,072,011**	**1,978,268**	**5%**
Personnel expenses	(1,057,563)	(902,125)	17%
Depreciation and amortization expenses	(163,432)	(131,005)	25%
Other expenses	(557,776)	(584,488)	-5%
Total Admin and Other Operational Expences	**(1,778,771)**	**(1,617,617)**	**10%**
Operating profit/ (loss) before VAT on financial services & SSCL	**293,240**	**360,651**	**-19%**
Value Added Tax (VAT) on financial services	(165,335)	(165,995)	0%
Social Security Contribution Levy (SSCL)	(24,916)	(23,055)	8%
Operating profit/(loss) after VAT on financial services and SCCL	**102,990**	**171,601**	**-40%**
Profit/(loss) before tax	**102,990**	**171,601**	**-40%**
Income tax expenses	(46,918)	(57,704)	-19%
Profit/(loss) for the period	**56,071**	**113,897**	**-51%**
Profit/(loss) attributable to:			
Equity holders of the parent	56,071	113,897	-51%
Non-controlling interests	-	-	-
	56,071	**113,897**	-51%
Earnings per share on profit			
Basic earnings per ordinary share (Rs.)	0.34	0.71	-52%
Diluted earnings per ordinary share (Rs.)	0.34	0.71	-52%

SANASA DEVELOPMENT BANK PLC
STATEMENT OF COMPREHENSIVE INCOME

In Rupees Thousands (Rs'000)	Bank		
	For the quarter ended 31st March		Change
	2025	2024	
Profit/(loss) for the period	56,071	113,897	-51%
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 income	-	-	
Revaluation Surplus on Property, Plant and Equipment	-	-	
Other comprehensive income/(expenses) for the period net of taxes	**-**	**-**	
Total comprehensive income/(expenses) for the period	**56,071**	**113,897**	**-51%**
Total comprehensive income/(expenses) attributable to:			
Equity holders of the parent	56,071	113,897	-51%
Non-controlling interests	-	-	-
Total comprehensive income/(expenses) for the period	**56,071**	**113,897**	**-51%**

SANASA DEVELOPMENT BANK PLC
STATEMENT OF FINANCIAL POSITION

In Rupees Thousands (Rs'000)	Bank		
	As at 31.03.2025	As at 31.12.2024 (Audited)	Change
Assets			
Cash and cash equivalents	2,761,762	2,442,294	13%
Placements with banks	10,199,459	9,083,958	12%
Financial assets fair value through Profit or Loss	5,654,848	6,739,200	-16%
Financial assets at amortised cost			
- loans and receivebles from other customers	97,040,158	95,137,107	2%
- debt and other instruments	21,338,938	26,623,135	-20%
Financial assets measured at fair value through other comprehensive income	208,146	208,146	-
Investment in subsidiary	6,163	6,163	-
Property, plant and equipment	1,053,371	1,115,087	-6%
Right of use assets	820,073	780,438	5%
Intangible assets	716,730	747,454	-4%
Deferred tax assets	778,912	778,912	-
Other assets	1,726,673	1,494,056	16%
Total assets	142,305,233	145,155,950	-2%
Liabilities			
Financial liabilities at amortised cost			
- due to depositors	106,660,132	106,989,900	-
- due to other borrowers	16,057,604	19,075,132	-16%
Retirement benefit obligations	1,070,544	1,041,382	3%
Current tax liabilities	732,838	717,274	2%
Other liabilities	3,141,542	2,745,762	14%
Total liabilities	127,662,661	130,569,450	-2%
Equity			
Stated capital/assigned capital	11,406,602	11,406,602	-
Statutory reserve fund	361,049	361,049	-
Retained earnings	2,444,314	2,388,243	2%
Other reserves	430,606	430,606	-
Total equity	14,642,572	14,586,500	-
Total equity and liabilities	142,305,233	145,155,950	-2%
Contingent liabilities and commitments	1,011,247	869,325	16%
Net asset value per share (Rs.)	89.19	88.85	-
Memorandum information			
Number of employees	1,293	1,298	-
Number of branches	94	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
Kapila Ariyaratne
Executive Director / CEO

We, the undersigned, being the Directors 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
Chaaminda Kumarasiri
Director

SGD
Prasanna Premaratna
Director

14th May 2025
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 year ended 31.03.2024							
Balance as at 01.01.2024 (Opening balance)	11,287,765	340,572	2,275,937	(19,052)	333,976	46,657	14,265,856
Total comprehensive income for the period							
Profit/(loss) for the period (net of tax)	-	-	113,897	-		-	113,897
Other comprehensive income (net of tax)	-	-	-	-	-	-	-
Total comprehensive income/(expenses) for the period	**-**	**-**	**113,897**	**-**	**-**	**-**	**113,897**
Transfer to statutory reserve fund	-	-	-	-		-	-
Transactions with equity holders, recognized directly in equity							
Other	-	-	-	-	-	-	-
Total transactions with equity holders	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Balance as at 31.03.2024 (Closing balance)	**11,287,765**	**340,572**	**2,389,834**	**(19,052)**	**333,976**	**46,657**	**14,379,753**
For the year ended 31.03.2025							
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)	-		56,071	-		-	56,071
Other comprehensive income (net of tax)	-	-	-	-	-	-	-
Total comprehensive income/(expenses) for the period	**-**	**-**	**56,071**	**-**	**-**	**-**	**56,071**
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 31.03.2025 (Closing balance)	**11,406,602**	**361,049**	**2,444,314**	**(19,052)**	**403,001**	**46,657**	**14,642,571**

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	
	01.01.2025 to 31.03.2025	01.01.2024 to 31.12.2024 (Audited)
Cash flows from / (used in) operating activities		
Interest received	5,399,239	20,577,268
Fee and commission received	158,414	696,809
Receipts from other operating activities	1,018	2,780
Interest payment	(1,673,217)	(14,406,825)
Cash payment to employees	(888,485)	(3,711,041)
Payments to suppliers and other operating activities	(466,135)	(2,273,560)
Fee and commission expenses	(11,720)	(46,695)
Operating profit before changes in operating assets	**2,519,116**	**838,738**
(Increase)/decrease in operating assets		
Funds advanced to customers	(3,215,408)	3,068,033
Net (increase)/ decrease in other short term securities	(19,020)	(1,038,710)
Net (increase)/ decrease in other assets	(352,815)	(353,649)
Increase/(decrease) in operating liabilities		
Deposits from customers	(896,016)	994,427
Net increase/ (decrease) in other liabilities	173,936	439,654
Net cash from operating activities before income tax	**(1,790,207)**	**3,948,493**
VAT and SSCL on financial services	(179,971)	(810,714)
Income tax paid	(29,176)	(108,284)
Net cash from operating activities	**(1,999,354)**	**3,029,494**
Cash flows from / (used in) investing activities		
Dividend received	-	291
(Increase)/ Decrease in Non Dealing Securities	-	(151,206)
(Increase)/ decrease in dealing securities	1,206,993	(3,419,780)
(Increase)/ decrease in treasury bonds and other investments	5,833,148	13,242,000
Proceeds from sale of property, plant and equipment	41	425
Purchase of property, plant and equipment	(6,632)	(429,588)
Purchase of intangible assets	-	(165,003)
Net cash from/ (used in) investing activities	**7,033,550**	**9,077,139**
Cash flows from (used in) financing activities		
Repayment of long term borrowing	(3,357,656)	(20,781,744)
Interest paid on subordinated debt	-	(550,368)
Increase/(decrease) in borrowing	305,202	9,524,871
Dividend Paid (Withholding Tax)	-	(20,971)
Net cash flow from/ (used in) financing activities	**(3,052,454)**	**(11,828,212)**
Net increase/ (decrease) in cash and cash equivalents	1,981,741	278,421
Cash and cash equivalent at the beginning of the period	3,444,750	3,166,329
Cash and cash equivalents at the end of the period	**5,426,491**	**3,444,750**
Reconciliation of cash and cash equivalents		
Cash and cash equivalents	2,761,762	2,442,294
Repurchase agreement	1,364,729	702,456
Fixed deposits less than 3 months	1,300,000	300,000
	5,426,491	**3,444,750**

SANASA DEVELOPMENT BANK PLC
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Bank - As at 31st March 2025				
In Rupees Thousands (Rs'000)	**AC**	**FVPL**	**FVOCI**	**Total**
FINANCIAL ASSETS				
Cash and cash equivalents	2,761,762	-	-	2,761,762
Placements with banks	10,199,459	-	-	10,199,459
Financial assets fair value through Profit or Loss	-	5,654,848	-	5,654,848
Financial assets at amortised cost				
- loans and receivebles from other customers	97,040,158	-	-	97,040,158
- debt and other instruments	21,338,938	-	-	21,338,938
Financial assets measured at fair value through other comprehensive income	-	-	208,146	208,146
Total financial assets	131,340,317	5,654,848	208,146	137,203,311

In Rupees Thousands (Rs'000)	**AC**	**FVPL**	**Total**
FINANCIAL LIABILITIES			
Financial liabilities at amortised cost			
- due to depositors	106,660,132	-	106,660,132
- due to other borrowers	16,057,604	-	16,057,604
Subordinated debt	-	-	-
Total financial liabilities	122,717,736	-	122,717,736

Bank - As at 31st December 2024 (Audited)				
In Rupees Thousands (Rs'000)	**AC**	**FVPL**	**FVOCI**	**Total**
FINANCIAL ASSETS				
Cash and cash equivalents	2,442,294	-	-	2,442,294
Placements with banks	9,083,958	-	-	9,083,958
Financial assets fair value through Profit or Loss	-	6,739,200	-	6,739,200
Financial assets at amortised cost				
- loans and receivebles from other customers	95,137,107	-	-	95,137,107
- debt and other instruments	26,623,135	-	-	26,623,135
Financial assets measured at fair value through other comprehensive income	-	-	208,146	208,146
Total financial assets	133,286,494	6,739,200	208,146	140,233,840

In Rupees Thousands (Rs'000)	**AC**	**FVPL**	**Total**
FINANCIAL LIABILITIES			
Financial liabilities at amortised cost			
- due to depositors	106,989,900	-	106,989,900
- due to other borrowers	19,075,132	-	19,075,132
Subordinated debt	-	-	-
Total financial liabilities	126,065,032	-	126,065,032

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 2024. 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 31st March 2025.

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

	As at 31st March 2025			
	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	-	5,654,848	-	5,654,848
Quoted Equities	-	-	-	-
Fair Value through other comprehensive income				
Unquoted equity securities	-	-	208,146	208,146
	-	5,654,848	208,146	5,862,994

	As at 31st December 2024 (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	-	257,986	-	257,986
Unit trusts	-	6,481,214	-	6,481,214
Quoted Equities	-	-	-	-
Fair Value through other comprehensive income				
Unquoted equity securities	-	-	208,146	208,146
	-	6,739,200	208,146	6,947,346

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 31st March 2025	
	Level	Carrying value LKR	Fair value LKR
Financial assets			
Cash and cash equivalents	Note*	2,761,762	2,761,762
Placements with banks	Note*	10,199,459	10,199,459
Financial assets at amortised cost			
- Loans and receivables to other customers	2	97,040,158	96,255,577
- Debt and other instruments	Note*	21,338,938	21,338,938
Total financial assets		131,340,317	130,555,736
Financial liabilities			
Due to other customers	2	106,660,132	116,517,269
Other borrowings	2	16,057,604	16,057,604
Subordinated term debts	Note*	-	-
Total financial liabilities		122,717,736	132,574,873

		As at 31st December 2024 (Audited)	
		Carrying value LKR	Fair value LKR
Financial assets			
Cash and cash equivalents	Note*	2,442,294	2,442,294
Placements with banks	Note*	9,083,958	9,083,958
Financial assets at amortised cost			
- Loans and receivables to other customers	2	95,137,107	94,266,912
- Debt and other instruments	Note*	26,623,135	26,623,135
Total financial assets		133,286,494	132,416,299
Financial liabilities			
Due to other customers	2	106,989,900	116,429,002
Other borrowings	2	19,075,132	19,075,132
Subordinated term debts	Note*	-	-
Total financial liabilities		126,065,032	135,504,134

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 31.03.2025	As at 31.12.2024 (Audited)
Product-wise gross loans and advances		
By product: LKR		
Pawning	8,231,487	7,942,304
Cash margin	7,679,799	7,037,813
Staff loans	1,708,591	1,708,743
Lease rentals receivable	7,411,813	6,819,403
Term loans	-	-
Business loans	1,506,925	1,232,640
SME loans	14,842,194	13,609,806
Co-operative loans	1,581,225	1,450,832
Housing loans	2,256,785	2,306,252
Fixed and floating personal loans	21,583,607	22,097,648
Upahara loans	37,725,948	38,296,792
Other personal loans	735,700	679,484
Total	105,264,075	103,181,716
Product-wise commitments and contingencies		
By product: LKR		
Guarantees	285,659	284,090
Undrawn Credit Lines	725,588	585,234
Total	1,011,247	869,325
Total loans and advances, commitments and contingencies	**106,275,322**	**104,051,041**
Stage-wise impairment on loans and advances, commitments and contingencies		
Gross loans and advances, commitments and contingencies	**106,275,322**	**104,051,041**
Less: Accumulated impairment under stage 1	(920,887)	(678,781)
Accumulated impairment under stage 2	(588,277)	(787,537)
Accumulated impairment under stage 3	(6,714,753)	(6,578,292)
Net loans and advances, commitments and contingencies	**98,051,406**	**96,006,431**
Movement of impairment during the period		
Under Stage 1		
Opening balance	678,781	587,669
Charges / (Write back) to income statement	242,106	91,112
Other movements	-	-
Closing balance	920,887	678,781
Under Stage 2		
Opening balance	787,537	806,535
Charges / (Write back) to income statement	(199,260)	(18,998)
Other movements	-	-
Closing balance	588,277	787,537
Under Stage 3		
Opening balance	6,578,292	6,216,717
Charges / (Write back) to income statement	152,334	488,879
Write - off during the year	(15,873)	(127,305)
Other movements	-	-
	6,714,753	6,578,292
Total impairment	**8,223,916**	**8,044,610**

SANASA DEVELOPMENT BANK PLC
ANALYSIS OF DEPOSITS

In Rupees Thousands (Rs'000)	Bank	
	As at 31.03.2025	As at 31.12.2024 (Audited)
By product: Rs.		
Savings deposits	20,851,460	20,926,765
Fixed deposits	85,808,672	86,063,135
Total deposits	**106,660,132**	**106,989,900**

SANASA DEVELOPMENT BANK PLC
SEGMENT REPORTING

Bank									In Rupees Thousands (Rs'000)	
	Banking		Leasing & HP		Treasury		Pawning		Total	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
For the period ended 31st March										
Interest income	2,904,969	3,797,467	316,038	222,329	814,266	1,662,627	271,610	293,478	4,306,882	5,975,902
Add: Inter-segment interest income	2,657,653	3,697,155	-	-	2,280,756	2,869,213	-	-	4,938,409	6,566,369
Total interest income	**5,562,622**	**7,494,622**	**316,038**	**222,329**	**3,095,022**	**4,531,840**	**271,610**	**293,478**	**9,245,291**	**12,542,270**
Interest expenses	(1,784,172)	(2,897,218)	(142,043)	(160,694)	(189,286)	(578,966)	(178,070)	(225,858)	(2,293,571)	(3,862,735)
Add: Inter-segment interest expense	(2,280,756)	(2,869,213)	-	-	(2,657,653)	(3,697,155)	-	-	(4,938,409)	(6,566,369)
Net interest income	**1,497,693**	**1,728,192**	**173,995**	**61,636**	**248,083**	**255,718**	**93,539**	**67,620**	**2,013,311**	**2,113,166**
Fee and commission income	128,325	85,670	10,570	9,513	-	-	-	-	138,895	95,184
Fee and commission expenses	(10,856)	(11,430)	(864)	(634)	-	-	-	-	(11,720)	(12,063)
Net fee and commission income	**117,469**	**67,584**	**9,706**	**8,879**	**-**	**-**	**-**	**-**	**127,175**	**83,120**
Net gains/(losses) from trading	-	-	-	-	(553)	202	-	-	(553)	202
Net fair value gains/(losses) from financial assets at fair value through profit or loss	-	-	-	-	123,194	116,604	-	-	123,194	116,604
Other operating income (net)	4,336	(51,657)	-	-	-	63	-	-	4,336	(51,594)
Total operating income	**1,619,498**	**1,750,776**	**183,701**	**70,515**	**370,724**	**372,587**	**93,539**	**67,620**	**2,267,463**	**2,261,498**
Impairment for loans and other losses	(117,180)	(313,677)	(68,592)	28,202	(272)	303	(9,408)	1,942	(195,451)	(283,231)
Net operating income	**1,502,318**	**1,437,099**	**115,110**	**98,717**	**370,452**	**372,890**	**84,131**	**69,563**	**2,072,011**	**1,978,268**
Depreciation and amortization	(138,505)	(115,524)	(11,027)	(6,408)	(77)	(67)	(13,824)	(9,006)	(163,432)	(131,005)
Segment Result	**1,363,814**	**1,321,574**	**104,083**	**92,310**	**370,375**	**372,822**	**70,308**	**60,557**	**1,908,580**	**1,847,263**
Un-allocated expenses									(1,615,339)	(1,486,612)
Value Added Tax (VAT) on financial services									(165,335)	(165,995)
Social Security Contribution Levy									(24,916)	(23,055)
Profit before tax									**102,990**	**171,601**
Tax expenses									(46,918)	(57,704)
Profit for the period									56,071	113,897
Other comprehensive income										
Other comprehensive income for the period net of tax									-	-
Total comprehensive income for the period									**56,071**	**113,897**
As at 31st March										
Segment assets	82,277,991	85,394,138	6,550,366	4,736,367	40,163,153	51,946,042	8,211,801	6,657,056	137,203,311	148,733,603
Un allocated assets	-	-	-	-	-	-	-	-	5,101,922	4,792,030
Total assets	**82,277,991**	**85,394,138**	**6,550,366**	**4,736,367**	**40,163,153**	**51,946,042**	**8,211,801**	**6,657,056**	**142,305,233**	**153,525,633**
Segment liabilities	93,970,558	100,069,480	7,481,242	5,550,331	16,832,078	25,724,970	9,378,784	7,801,099	127,662,661	139,145,880
Total equity	-	-	-	-	-	-	-	-	14,642,572	14,379,753
Total equity & liabilities	**93,970,558**	**100,069,480**	**7,481,242**	**5,550,331**	**16,832,078**	**25,724,970**	**9,378,784**	**7,801,099**	**142,305,233**	**153,525,633**
For the period ended 31st March										
Additions to non-current assets	5,623	18,783	448	1,042	-	-	561	1,464	6,632	21,289

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

Item	Bank	
	As at 31.03.2025	As at 31.12.2024 (Audited)
Regulatory Capital Adequacy (LKR in Millions)		
Common Equity Tier 1	13,091	13,060
Core (Tier 1) Capital	13,091	13,060
Total Capital Base	14,306	14,255
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital Ratio (%) - (Minimum Requirement - 2025-7.00%, 2024-7.00%)	15.01	15.00
Tier 1 Capital Ratio (%) - (Minimum Requirement - 2025-8.50%, 2024-8.50%)	15.01	15.00
Total Capital Ratio (%) - (Minimum Requirement - 2025-12.50%, 2024-12.50%)	16.40	16.37
Leverage Ratio (Minimum Requirement - 3%)	9.23	9.07
Regulatory Liquidity		
Total Stock of High-Quality Liquid Assets (LKR in Millions)	20,749	27,709
Liquidity Coverage Ratio (%) - (Minimum Requirement - 2025-100%, 2024-100%)	234.15	279.65
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	167.54	173.02
Assets Quality (Quality of Loan Portfolio)		
Impaired Loans (Stage 3) to Total loan, Ratio (%)*	6.41	6.93
Impairment (Stage 3) to Stage 3 Loans Ratio (%)*	49.72	47.78
Profitability		
Interest Margin (%)	5.60	5.18
Return on Assets (before Taxes) (%)	0.82	0.96
Return on Equity (%)	1.53	2.84

* Including Undrawn Portion of Credit

Share Information	31.03.2025	31.12.2024
Last traded price per share (Rs.)	36.20	45.90
Highest price per share for the period (Rs.)	48.20	46.80
Lowest price per share for the period (Rs.)	34.20	29.70

SANASA DEVELOPMENT BANK PLC
SHAREHOLDER INFORMATION

Twenty Largest Shareholders as at 31.03.2025			
No.	**Name of the Shareholder**	**Number of Shares**	**Holding (%)**
1	LOLC Investment Holdings One (Private) Limited	24,624,948	15.00%
2	Senthilverl Holdings (Pvt) Ltd	20,019,450	12.19%
3	Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V.	17,989,491	10.96%
4	Belgian Investment Company For Developing Countries SA/NV	16,416,564	10.00%
5	Mr. C.F. Fuhrer	4,929,116	3.00%
6	Alliance Finance Company PLC	3,592,187	2.19%
7	Peoples Leasing & Finance PLC/L.P.Hapangama	3,279,555	2.00%
8	SBI Ven Holdings Pte Ltd	2,944,311	1.79%
9	Peoples Leasing & Finance PLC	2,320,270	1.41%
10	Bank of Ceylon A/C Ceybank Unit Trust	1,573,477	0.96%
11	Ayenka Holdings (Private) Limited	1,512,366	0.92%
12	Hatton National Bank PLC/Sarravanan Neelakandan	1,471,083	0.90%
13	Nuwara Eliya Property Developers (Pvt) Ltd	1,468,984	0.89%
14	Kegalle SANASA Share Holders Trust Company Limited	1,287,440	0.78%
15	Polgahawela SANASA Societies Union Ltd	1,035,980	0.63%
16	Nikawaratiya Thrift and Credit Co-Operative Society Union Limited	1,014,273	0.62%
17	Bingiriya Multi Purpose Cooperative Society Ltd	991,850	0.60%
18	Mr. G. Dangampola	900,900	0.55%
19	SANASA Federation Limited	829,333	0.51%
20	Acuity Partners (Private) Limited / Mr. Subramaniam Vasudevan	750,000	0.46%
Sub total		108,951,578	66.37%
Shares held by other shareholders		55,214,916	33.63%
Total		**164,166,494**	**100%**

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 31.03.2025

Total number of shares	164,166,494
Number of shares in public holding	134,317,317
Number of public shareholders	38,865
Percentage of public holding	81.82%
Market capitalisation	5,942,827,083
Float adjusted market capitalisation	4,862,286,875
Required minimum public holding percentage under option 4 of rule 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange	10%

Directors' Shareholding as at 31.03.2025		
No.	**Name**	**No. of Shares**
1	Ms.Dinithi Ratnayake (Chairperson)	
2	Mr.Chaaminda Kumarasiri	
3	Mr.Prasanna Premaratna	1,532
4	Mr.B.R.A.Bandara	11,237
5	Mr.Thusantha Wijemanna	
6	Mr.S.H.Sarath Nandasiri	
7	Mr.Conrad Dias	
8	Mr.Naveendra Sooriyarachchi	
9	Mr.Romani De Silva	106,907
10	Mr.Chandana Dissanayake	
11	Mr.Kapila Ariyaratna	

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 2024.

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

4 Dormant fee income, which was previously classified under Other Income, has been reclassified under Fee & Commission Income in the financial statements to enhance presentation clarity. Accordingly, the comparative figures have also been adjusted.

5 No material events have been taken place subsequent to the reporting period that require disclosures or/ and adjustment in the Financial Statements.

6 **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.