



Seylan Bank PLC

Interim Financial Statements (Audited)
For the Year Ended 31st December 2025

Seylan Bank reports record Profit after Tax (PAT) of LKR 12.1 Bn in 2025

- Profit before Income Tax - LKR 19.6 Bn up by 22.3%
- Profit after Tax – LKR 12.1 Bn up by 20.5%
- Total Assets of LKR 921 Bn, with a 18% growth
- Return on Equity (ROE) of 15.89%
- Total Capital Adequacy Ratio of 17.89%
- Impaired Loans (Stage 3) Ratio at 1.03%

Seylan Bank reported its financial results for the year ended 31 December 2025, reporting a strong growth in profitability. The Bank recorded a Profit Before Tax (PBT) of LKR 19.6 billion, reflecting a 22.3% increase compared to LKR 16.0 billion reported in the previous financial year. For the year under review, Profit After Tax (PAT) stood at LKR 12.1 billion, a 20.5% growth over LKR 10.0 billion recorded in the corresponding year of 2024. The reported PAT of LKR 12.1 billion represents the highest annual profit achieved in the Bank's 37-year history, demonstrating sustained growth and strengthened financial performance.

Statement of Financial Performance

Net interest income increased to LKR 38.3 billion in 2025 from LKR 36.7 billion in 2024, representing a 4.21% modest growth resulting from the growth in loan book and the reduction in market interest rates and the repricing of loans and deposits and government securities. The Bank's Net Interest Margin (NIM) also moderated from 4.90% in 2024 to 4.50% in 2025. Meanwhile, the Bank's net fee-based income recorded a growth of 16.34%, increasing from LKR 7.2 billion to LKR 8.3 billion, primarily driven by fee income from Cards, Remittances, Trade, and other financial services. The Bank's total operating income for 2025 was LKR 48.1 Bn, an increase of 13.00% compared to LKR 42.6 Bn recorded in the corresponding period of 2024, driven mainly by the increase in net interest income, net fee and commission income and other operating income.

Total operating expenses increased by 8.53%, rising from LKR 19.7 billion in 2024 to LKR 21.4 billion in 2025. Personnel expenses grew by 10.40%, from LKR 10.2 billion to LKR 11.3 billion, primarily due to higher staff-related costs. Other operating expenses, including depreciation and amortization, increased by 6.54%, reflecting higher prices of consumables and services during the year. The Bank continues to implement targeted cost optimization initiatives to manage expenses efficiently.

The Bank recorded an impairment charge on Loans & Advances, Other Financial Assets, and Credit-related commitments of LKR 0.6 billion in 2025, significantly lower than LKR 6.3 billion in 2024. Impairment provisions were maintained prudently to reflect changes in the global and local economy, customer credit risk profiles, and the overall credit quality of the Bank's loan portfolio, ensuring adequacy in the financial statements. The Bank's asset quality ratios demonstrated continued strength, with the Impaired Loan (Stage 3) Ratio at 1.03% (2024: 2.10%) and the Stage 3 Provision Cover Ratio at 86.33% as at 31 December 2025, among the highest in the banking industry.

Income tax expenses for 2025 amounted to LKR 7.5 billion, representing a 20.47% increase over the comparative period amounting LKR 6.0 billion. Value Added Tax (VAT) on Financial Services increased from LKR 4.7 billion in 2024 to LKR 5.6 billion in 2025, a 17.69% rise. Similarly, Social Security Contribution Levy (SSCL) increased from LKR 0.7 billion to LKR 0.8 billion, marking a 17.70% increase over the corresponding year.

The Bank recorded a Profit After Tax (PAT) of LKR 12.1 billion for 2025, reflecting a growth of 20.47% compared to the corresponding period in 2024. However, when adjusted for the impact of SLISB restructuring and the resultant reversal in 2024, the underlying profit growth for 2025 would have stands at 32.78%.

Statement of Financial Position

The Bank's total assets increased from LKR 780 billion in 2024 to LKR 921 billion in 2025, reflecting steady growth over the twelve-month period. The Bank actively pursued new-to-bank loans and deposits while retaining its existing customer base. Loans and Advances grew to LKR 600 billion, a net increase of LKR 137 billion, while deposits rose to LKR 733 billion, a net growth of LKR 86 billion. The Bank's CASA ratio was maintained at 30%, supporting stable and cost-efficient funding.

Key financial ratios and indicators

As of 31 December 2025, Bank remained well-capitalized, with capital adequacy ratios comfortably above regulatory minimums. The CET1 and Total Tier 1 Capital Ratios were 12.39%, while the Total Capital Ratio stood at 17.89%, reflecting a strong capital base.

The Bank maintained the Liquidity Coverage Ratio (LCR) well above the statutory requirement. All Currency LCR Ratio and the Rupee LCR Ratio were maintained at 229.92% and 227.99% respectively.

The Banks's Asset Quality Ratios of Impaired Loan (Stage 3) Ratio and the Impairment (Stage 3) Provision Cover Ratio stood at 1.03% (2024 – 2.10%) and 86.33% (2024 – 81.79%) respectively.

The Return on Equity (ROE) stood at 15.89% (2024 – 15.35%) and Return on Average Assets (profit before tax) stood at 2.31% (2024 – 2.14%) for the year under review.

The Bank's Earnings per Share stood at LKR 19.05 in 2025 compared to LKR 15.81 reported in previous year. The Bank's Net Assets Value per Share stood at LKR 128.87 as at 31 December 2025 (Group - LKR 132.33).

During 2025, Seylan Bank expanded its flagship CSR initiative by opening 24 "Seylan Pahasara Libraries", bringing the total number of libraries established to 289. This milestone underscores the Bank's continued commitment to fostering education and supporting underprivileged schools across the island by improving access to knowledge and learning resources.

The Bank also successfully raised LKR 15 Bn Basel III compliant, Tier 2, listed, rated, unsecured, subordinated, redeemable, 5 years and 10 years Debentures on 9th July 2025, which was oversubscribed on the same day itself.

Fitch Ratings upgraded the National Long-Term Rating of Seylan Bank to 'A+(lka)' by two notches with a Stable Outlook in 2025.

Seylan Bank PLC
Income Statement

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in LKR Thousands)

	Bank			Bank		
	For the Year Ended 31st December			For the Quarter Ended 31st December		
	2025 (Audited)	2024 (Audited)	Change %	2025	2024	Change %
Interest Income	82,373,934	84,304,050	(2.29)	22,307,666	20,607,494	8.25
Less: Interest Expenses	44,120,296	47,597,119	(7.30)	11,111,471	11,162,369	(0.46)
Net Interest Income	38,253,638	36,706,931	4.21	11,196,195	9,445,125	18.54
Fee and Commission Income	9,869,690	8,327,513	18.52	2,812,218	2,271,701	23.79
Less: Fee and Commission Expenses	1,526,401	1,155,793	32.07	443,409	326,730	35.71
Net Fee and Commission Income	8,343,289	7,171,720	16.34	2,368,809	1,944,971	21.79
Net Gains /(Losses) from Trading	249,178	461,390	(45.99)	159,381	272,190	(41.44)
Net Gains /(Losses) from Derecognition of Financial Assets						
- at Fair Value through Other Comprehensive Income	197,790	265,181	(25.41)	82,432	36,735	124.40
- Loss on Restructuring of Sri Lanka International Sovereign Bonds (SLISBs)	-	(2,712,020)	(100.00)	-	(2,712,020)	(100.00)
Other Operating Income	1,088,842	700,494	55.44	93,069	197,831	(52.96)
Total Operating Income	48,132,737	42,593,696	13.00	13,899,886	9,184,832	51.34
Less : Impairment Charges / (Reversals)						
- Loans and Advances and Other Financial Assets and Credit related Commitments	601,130	6,288,237	(90.44)	122,397	2,490,636	(95.09)
- Sri Lanka International Sovereign Bonds (SLISBs)	148,405	(4,861,753)	103.05	(18,238)	(4,961,034)	99.63
Net Operating Income	47,383,202	41,167,212	15.10	13,795,727	11,655,230	18.37
Less: Operating Expenses						
Personnel Expenses	11,255,561	10,195,645	10.40	2,506,789	2,110,318	18.79
Depreciation and Amortisation Expenses	1,415,387	1,310,877	7.97	377,432	328,548	14.88
Other Expenses	8,758,309	8,238,275	6.31	2,186,738	2,234,161	(2.12)
Total Operating Expenses	21,429,257	19,744,797	8.53	5,070,959	4,673,027	8.52
Operating Profit before Taxes	25,953,945	21,422,415	21.15	8,724,768	6,982,203	24.96
Less: Value Added Tax on Financial Services	5,558,710	4,723,033	17.69	1,677,986	1,358,229	23.54
Less: Social Security Contribution Levy	772,043	655,969	17.70	233,053	188,638	23.55
Profit before Income Tax	19,623,192	16,043,413	22.31	6,813,729	5,435,336	25.36
Less: Income Tax Expense	7,514,895	5,992,136	25.41	3,032,470	1,977,146	53.38
Profit for the Year	12,108,297	10,051,277	20.47	3,781,259	3,458,190	9.34
Basic / Diluted Earnings per Ordinary Share (Rs.)	19.05	15.81	20.47	5.95	5.44	9.34

Seylan Bank PLC

Statement of Profit or Loss and Other Comprehensive Income

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in LKR Thousands)

	Bank			Bank		
	For the Year Ended 31st December			For the Quarter Ended 31st December		
	2025 (Audited)	2024 (Audited)	Change %	2025	2024	Change %
Profit for the year	12,108,297	10,051,277	20.47	3,781,259	3,458,190	9.34
Other Comprehensive Income/ (Loss), net of Tax						
Items that are or may be reclassified to Income Statement in Subsequent Periods						
Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	520,903	786,665	(33.78)	(547,863)	988,779	(155.41)
Deferred Tax effect Relating to Items that are or may be reclassified to Income Statement	(156,271)	(236,000)	33.78	164,358	(297,504)	155.25
Items that will never be reclassified to Income Statement in Subsequent Periods						
Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	807,267	219,276	268.15	(34,672)	174,884	(119.83)
Revaluation of Property, Plant and Equipment	-	995,140	(100.00)	-	995,140	(100.00)
Actuarial Gains / (Losses) on Defined Benefit Obligations	394,217	(761,544)	151.77	394,217	(761,544)	151.77
Deferred Tax Effect Relating to Items that will never be reclassified to Income Statement	(24,184)	(318,997)	92.42	(24,184)	(318,997)	92.42
Other Comprehensive Income for the Year, net of Tax	1,541,932	684,540	125.25	(48,144)	780,758	(106.17)
Total Comprehensive Income for the Year	13,650,229	10,735,817	27.15	3,733,115	4,238,948	(11.93)

Seylan Bank PLC
Income Statement

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in LKR Thousands)

	Group			Group		
	For the Year Ended 31st December			For the Quarter Ended 31st December		
	2025 (Audited)	2024 (Audited)	Change %	2025	2024	Change %
Interest Income	82,427,925	84,362,808	(2.29)	22,321,316	20,621,018	8.25
Less: Interest Expenses	43,794,324	47,273,174	(7.36)	11,029,089	11,077,471	(0.44)
Net Interest Income	38,633,601	37,089,634	4.16	11,292,227	9,543,547	18.32
Fee and Commission Income	9,869,551	8,327,205	18.52	2,812,204	2,271,614	23.80
Less: Fee and Commission Expenses	1,530,578	1,156,343	32.36	443,409	326,730	35.71
Net Fee and Commission Income	8,338,973	7,170,862	16.29	2,368,795	1,944,884	21.80
Net Gains/ (Losses) from Trading	249,178	461,390	(45.99)	159,381	272,190	(41.44)
Net Gains / (Losses) from Derecognition of Financial Assets - at Fair Value through Other Comprehensive Income	197,790	265,181	(25.41)	82,432	36,735	124.40
- Loss on Restructuring of Sri Lanka International Sovereign Bonds (SLISBs)	-	(2,712,020)	(100.00)	-	(2,712,020)	(100.00)
Net Other Operating Income	1,109,783	689,800	60.88	156,628	218,687	(28.38)
Total Operating Income	48,529,325	42,964,847	12.95	14,059,463	9,304,023	51.11
Less : Impairment Charges / (Reversals)						
- Loans and Advances and Other Financial Assets and Credit related Commitments	601,130	6,287,126	(90.44)	122,397	2,489,525	(95.08)
- Sri Lanka International Sovereign Bonds (SLISBs)	148,405	(4,861,753)	103.05	(18,238)	(4,961,034)	99.63
Net Operating Income	47,779,790	41,539,474	15.02	13,955,304	11,775,532	18.51
Less: Operating Expenses						
Personnel Expenses	11,303,507	10,241,581	10.37	2,516,545	2,117,532	18.84
Depreciation and Amortisation Expenses	1,465,322	1,365,646	7.30	389,850	338,744	15.09
Other Expenses	8,842,963	8,318,211	6.31	2,223,625	2,251,244	(1.23)
Total Operating Expenses	21,611,792	19,925,438	8.46	5,130,020	4,707,520	8.98
Operating Profit before Taxes	26,167,998	21,614,036	21.07	8,825,284	7,068,012	24.86
Less: Value Added Tax on Financial Services	5,558,710	4,723,033	17.69	1,677,986	1,358,229	23.54
Less: Social Security Contribution Levy	772,043	655,969	17.70	233,053	188,638	23.55
Profit before Income Tax	19,837,245	16,235,034	22.19	6,914,245	5,521,145	25.23
Less: Income Tax Expense	7,610,310	6,082,296	25.12	3,057,772	1,995,870	53.20
Profit for the Year	12,226,935	10,152,738	20.43	3,856,473	3,525,275	9.39
Profit Attributable to:						
Equity Holders of the Bank	12,167,860	10,113,406	20.31	3,837,435	3,509,213	9.35
Non-controlling Interest	59,075	39,332	50.20	19,038	16,062	18.53
Profit for the Year	12,226,935	10,152,738	20.43	3,856,473	3,525,275	9.39
Basic / Diluted Earnings per Ordinary Share (Rs.)	19.14	15.91	20.31	6.04	5.52	9.35

Seylan Bank PLC

Statement of Profit or Loss and Other Comprehensive Income

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in LKR Thousands)

	Group			Group		
	For the Year Ended 31st December			For the Quarter Ended 31st December		
	2025 (Audited)	2024 (Audited)	Change %	2025	2024	Change %
Profit for the Year	12,226,935	10,152,738	20.43	3,856,473	3,525,275	9.39
Other Comprehensive Income/ (Loss), net of Tax						
Items that are or may be reclassified to Income Statement in Subsequent Periods						
Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	515,411	813,415	(36.64)	(552,074)	1,001,396	(155.13)
Deferred Tax effect Relating to Items that are or may be reclassified to Income Statement	(154,623)	(244,025)	36.64	165,622	(301,289)	154.97
Items that will never be reclassified to Income Statement in Subsequent Periods						
Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	807,267	219,276	268.15	(34,672)	174,884	(119.83)
Revaluation of Property, Plant and Equipment	54,266	1,122,364	(95.17)	54,266	1,122,364	(95.17)
Actuarial Gains / (Losses) on Defined Benefit Obligations	395,168	(760,264)	151.98	395,168	(760,264)	151.98
Deferred Tax Effect Relating to Items that will never be reclassified to Income Statement	(40,464)	(357,156)	88.67	(40,464)	(357,156)	88.67
Other Comprehensive Income for the Year, net of Tax	1,577,025	793,610	98.72	(12,154)	879,935	(101.38)
Total Comprehensive Income for the Year	13,803,960	10,946,348	26.11	3,844,319	4,405,210	(12.73)
Total Comprehensive Income Attributable to:						
Equity Holders of the Bank	13,736,003	10,879,411	26.26	3,816,172	4,364,538	(12.56)
Non-controlling Interest	67,957	66,937	1.52	28,147	40,672	(30.80)
Total Comprehensive Income for the Year	13,803,960	10,946,348	26.11	3,844,319	4,405,210	(12.73)

Seylan Bank PLC

Statement of Financial Position

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in LKR Thousands)

	Bank			Group		
	As at 31.12.2025 (Audited)	As at 31.12.2024 (Audited)	Change %	As at 31.12.2025 (Audited)	As at 31.12.2024 (Audited)	Change %
Assets						
Cash and Cash Equivalents	18,202,545	17,384,396	4.71	18,202,585	17,384,436	4.71
Balances with Central Bank of Sri Lanka	11,218,110	8,719,115	28.66	11,218,110	8,719,115	28.66
Placements with Banks and Finance Companies	32,006,116	50,156,002	(36.19)	32,006,116	50,156,002	(36.19)
Derivative Financial Instruments	200,648	17,398	1,053.28	200,648	17,398	1,053.28
Financial Assets recognised through Profit or Loss						
- Measured at Fair Value	14,959,447	21,454,098	(30.27)	14,959,447	21,454,098	(30.27)
Financial Assets at Amortised Cost						
- Loans and Advances	599,801,944	462,950,751	29.56	599,801,944	462,950,751	29.56
- Debt and Other Instruments	120,394,298	136,224,930	(11.62)	120,489,193	136,314,858	(11.61)
Financial Assets measured at Fair Value through Other Comprehensive Income	92,796,261	56,248,530	64.98	93,167,635	56,615,939	64.56
Investment in Subsidiary	1,153,602	1,153,602	-	-	-	-
Group Balances Receivable	40,480	40,300	0.45	-	-	-
Property, Plant and Equipment	5,672,416	5,100,594	11.21	8,502,813	7,923,121	7.32
Right-of-use Assets	5,483,485	5,189,444	5.67	3,117,002	2,784,310	11.95
Investment Properties	-	-	-	825,593	857,391	(3.71)
Intangible Assets	896,209	669,783	33.81	897,908	669,783	34.06
Deferred Tax Assets	3,431,810	205,963	1,566.23	2,731,914	-	-
Other Assets	14,745,802	14,174,933	4.03	14,789,172	14,219,975	4.00
Total Assets	921,003,173	779,689,839	18.12	920,910,080	780,067,177	18.06
Liabilities						
Due to Banks	23,898,752	8,141,795	193.53	23,898,752	8,141,795	193.53
Derivative Financial Instruments	6,413	809	692.71	6,413	809	692.71
Financial Liabilities at Amortised Cost						
- Due to Depositors	732,960,379	646,817,333	13.32	732,960,379	646,817,333	13.32
- Due to Debt Securities Holders	5,203,644	1,461,944	255.94	5,203,644	1,461,944	255.94
- Due to Other Borrowers	16,354	23,731	(31.09)	16,354	23,731	(31.09)
Group Balances Payable	221,437	98,942	123.80	-	-	-
Debt Securities Issued	40,131,478	25,128,383	59.71	40,131,478	25,128,383	59.71
Retirement Benefit Obligations	3,626,538	3,600,641	0.72	3,621,329	3,596,003	0.70
Current Tax Liabilities	8,607,524	1,489,697	477.80	8,634,268	1,523,304	466.81
Deferred Tax Liabilities	-	-	-	-	456,468	(100.00)
Lease Liabilities	6,030,361	5,613,107	7.43	2,838,264	2,430,915	16.76
Other Provisions	4,678,137	5,843,574	(19.94)	4,707,631	5,865,788	(19.74)
Other Liabilities	13,708,221	10,981,411	24.83	13,675,453	10,944,892	24.95
Total Liabilities	839,089,238	709,201,367	18.31	835,693,965	706,391,365	18.30
Equity						
Stated Capital	21,693,370	21,693,370	-	21,693,370	21,693,370	-
Statutory Reserve Fund	3,988,952	3,383,537	17.89	3,988,952	3,383,537	17.89
Fair Value through Other Comprehensive Income Reserve	1,614,071	530,760	204.11	1,594,340	513,900	210.24
Retained Earnings	51,237,691	41,525,916	23.39	52,132,637	42,360,589	23.07
Other Reserves	3,379,851	3,354,889	0.74	4,706,856	4,653,522	1.15
Total Shareholders' Equity	81,913,935	70,488,472	16.21	84,116,155	72,604,918	15.85
Non-controlling Interest	-	-	-	1,099,960	1,070,894	2.71
Total Equity	81,913,935	70,488,472	16.21	85,216,115	73,675,812	15.66
Total Equity & Liabilities	921,003,173	779,689,839	18.12	920,910,080	780,067,177	18.06
Contingent Liabilities and Commitments	292,985,888	180,816,364	62.04	293,010,210	180,821,071	62.04
Memorandum Information						
Number of Employees	3,243	3,211	1.00	3,261	3,227	1.05
Number of Banking Centres	172	170	1.18	172	170	1.18
Net Assets Value per Ordinary Share (LKR)	128.87	110.89	16.21	132.33	114.22	15.86

Certification;

I certify that the above Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

Shanuka Jayarathna

Chief Financial Officer

We the undersigned, being the Chairman, Director/ Chief Executive Officer of Seylan Bank PLC certify jointly that,

- a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka; and
b) the information contained in these statements have been extracted from the audited Financial Statements of the Bank & Group.

(Sgd.)

Justice Buwaneka P. Aluwihare PC

Chairman

26th February 2026

Colombo

(Sgd.)

Ramesh Jayasekara

Director/Chief Executive Officer

Seylan Bank PLC
Statement of Changes in Equity (Audited)
For the Year ended 31st December
Bank

(Amounts in LKR Thousands)

	Stated Capital		Statutory Reserve Fund *	Retained Earnings	FVOCI Reserve **	Other Reserves			Total
	Ordinary Shares - Voting	Ordinary Shares - Non Voting				Revaluation Reserve	Special Reserve***	Other Reserves	
1 Balance as at 01st January 2024	12,794,664	8,114,009	2,880,973	34,846,140	(203,999)	1,374,219	-	700,575	60,506,581
Total Comprehensive Income for the Year									
Profit for the Year	-	-	-	10,051,277	-	-	-	-	10,051,277
Other Comprehensive Income (net of tax)									
- Actuarial Losses on Defined Benefit Obligations	-	-	-	(761,544)	-	-	-	-	(761,544)
- Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	550,665	-	-	-	550,665
- Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	198,821	-	-	-	198,821
- Revaluation of Property, Plant and Equipment	-	-	-	-	-	696,598	-	-	696,598
2 Total Comprehensive Income for the Year	-	-	-	9,289,733	749,486	696,598	-	-	10,735,817
Transactions with Equity Holders , Recognised Directly In Equity									
- Cash / Scrip Dividend	378,313	406,384	-	(1,538,623)	-	-	-	-	(753,926)
- Transferred to Statutory Reserve Fund*	-	-	502,564	(502,564)	-	-	-	-	-
- Net Gains on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	14,727	(14,727)	-	-	-	-
- Transferred to Special Reserve	-	-	-	(583,497)	-	-	583,497	-	-
3 Total Transactions with Equity Holders	378,313	406,384	502,564	(2,609,957)	(14,727)	-	583,497	-	(753,926)
Balance as at 31st December 2024 (1+2+3)	13,172,977	8,520,393	3,383,537	41,525,916	530,760	2,070,817	583,497	700,575	70,488,472
1 Balance as at 01st January 2025	13,172,977	8,520,393	3,383,537	41,525,916	530,760	2,070,817	583,497	700,575	70,488,472
Total Comprehensive Income for the Year									
Profit for the Year	-	-	-	12,108,297	-	-	-	-	12,108,297
Other Comprehensive Income (net of tax)									
- Actuarial Gains on Defined Benefit Obligations	-	-	-	394,217	-	-	-	-	394,217
- Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	364,632	-	-	-	364,632
- Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	783,083	-	-	-	783,083
2 Total Comprehensive Income for the Year	-	-	-	12,502,514	1,147,715	-	-	-	13,650,229
Transactions with Equity Holders , Recognised Directly In Equity									
Cash Dividend	-	-	-	(2,224,766)	-	-	-	-	(2,224,766)
Transferred to Statutory Reserve Fund*	-	-	605,415	(605,415)	-	-	-	-	-
Transferred from Investment Fund Reserve	-	-	-	51,874	-	-	-	(51,874)	-
Net Gains on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	64,404	(64,404)	-	-	-	-
Transferred to Special Reserve	-	-	-	(76,836)	-	-	76,836	-	-
3 Total Transactions with Equity Holders	-	-	605,415	(2,790,739)	(64,404)	-	76,836	(51,874)	(2,224,766)
Balance as at 31st December 2025 (1+ 2 + 3)	13,172,977	8,520,393	3,988,952	51,237,691	1,614,071	2,070,817	660,333	648,701	81,913,935

* Statutory Reserve Fund represents the statutory requirement in terms of the Section 20(1) and (2) of the Banking Act No. 30 of 1988 (5% of net profit after tax)

** FVOCI Reserve - Fair Value through Other Comprehensive Income Reserve

*** Special Reserve was created for Restuctured International Sovereign Bonds as per CBSL instructions (02/17/500/0819/016) dated 13 Feb 2025 and included in the other reserves.

Seylan Bank PLC
Statement of Changes in Equity (Audited)
For the Year ended 31st December
Group

(Amounts in LKR Thousands)

	Stated Capital		Statutory Reserve *	Retained Earnings	FVOCI Reserve **	Other Reserves			Total	Non-Controlling Interest	Total Equity
	Ordinary Shares - Voting	Ordinary Shares - Non Voting				Revaluation Reserve	Special Reserve***	Other Reserves			
1 Balance as at 01st January 2024	12,794,664	8,114,009	2,880,973	35,540,973	(233,618)	2,329,017	-	955,788	62,381,806	1,316,044	63,697,850
Total Comprehensive Income for the Year											
Profit for the Year	-	-	-	10,113,406	-	-	-	-	10,113,406	39,332	10,152,738
Other Comprehensive Income (net of tax)											
- Actuarial Losses on Defined Benefit Obligations	-	-	-	(760,582)	-	-	-	-	(760,582)	326	(760,256)
- Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	564,651	-	-	-	564,651	4,739	569,390
- Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	198,821	-	-	-	198,821	-	198,821
- Revaluation of Property, Plant and Equipment	-	-	-	-	-	763,115	-	-	763,115	22,540	785,655
2 Total Comprehensive Income for the Year	-	-	-	9,352,824	763,472	763,115	-	-	10,879,411	66,937	10,946,348
Transactions with Equity Holders , Recognised Directly In Equity											
Cash/Scrip Dividend	378,313	406,384	-	(1,538,623)	-	-	-	-	(753,926)	(35,355)	(789,281)
Transferred to Statutory Reserve Fund*	-	-	502,564	(502,564)	-	-	-	-	-	-	-
Net Gains on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	14,727	(14,727)	-	-	-	-	-	-
Transferred to Special Reserve	-	-	-	(583,497)	-	-	583,497	-	-	-	-
Changes in Ownership Interests in Subsidiaries											
Acquisition of Non-Controlling Interest	-	-	-	76,749	(1,227)	151	-	21,954	97,627	(276,732)	(179,105)
3 Total Transactions with Equity Holders	378,313	406,384	502,564	(2,533,208)	(15,954)	151	583,497	21,954	(656,299)	(312,087)	(968,386)
Balance as at 31st December 2024 (1+2+3)	13,172,977	8,520,393	3,383,537	42,360,589	513,900	3,092,283	583,497	977,742	72,604,918	1,070,894	73,675,812
1 Balance as at 01st January 2025	13,172,977	8,520,393	3,383,537	42,360,589	513,900	3,092,283	583,497	977,742	72,604,918	1,070,894	73,675,812
Total Comprehensive Income for the Year											
Profit for the Year	-	-	-	12,167,860	-	-	-	-	12,167,860	59,075	12,226,935
Other Comprehensive Income (net of tax)											
- Actuarial Gains on Defined Benefit Obligations	-	-	-	394,927	-	-	-	-	394,927	241	395,168
- Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	361,761	-	-	-	361,761	(973)	360,788
- Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	783,083	-	-	-	783,083	-	783,083
- Revaluation of Property, Plant and Equipment	-	-	-	-	-	28,372	-	-	28,372	9,614	37,986
2 Total Comprehensive Income for the Year	-	-	-	12,562,787	1,144,844	28,372	-	-	13,736,003	67,957	13,803,960
Transactions with Equity Holders , Recognised Directly In Equity											
Cash Dividend	-	-	-	(2,224,766)	-	-	-	-	(2,224,766)	(38,891)	(2,263,657)
Transferred to Statutory Reserve Fund*	-	-	605,415	(605,415)	-	-	-	-	-	-	-
Transferred from Investment Fund Reserve	-	-	-	51,874	-	-	-	(51,874)	-	-	-
Net Gains on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	64,404	(64,404)	-	-	-	-	-	-
Transferred to Special Reserve	-	-	-	(76,836)	-	-	76,836	-	-	-	-
3 Total Transactions with Equity Holders	-	-	605,415	(2,790,739)	(64,404)	-	76,836	(51,874)	(2,224,766)	(38,891)	(2,263,657)
Balance as at 31st December 2025 (1+2+3)	13,172,977	8,520,393	3,988,952	52,132,637	1,594,340	3,120,655	660,333	925,868	84,116,155	1,099,960	85,216,115

* Statutory Reserve Fund represents the statutory requirement in terms of the Section 20(1) and (2) of the Banking Act No. 30 of 1988 (5% of net profit after tax)

** FVOCI Reserve - Fair Value through Other Comprehensive Income Reserve

*** Special Reserve was created for Restuctured International Sovereign Bonds as per CBSL instructions (02/17/500/0819/016) dated 13 Feb 2025 and included in the other reserves.

Statement of Cash Flows

(Amounts in LKR Thousands)

For the year ended 31st December

	Bank		Group	
	2025	2024	2025	2024
Cash Flows from Operating Activities				
Interest Receipts	81,090,393	88,929,014	81,144,384	88,987,772
Interest Payments	(36,226,670)	(48,060,998)	(35,900,698)	(47,738,329)
Net Fee and Commission Receipts	8,343,289	8,014,396	8,338,973	8,013,538
Trading Income	219,646	47,272	219,646	47,272
Payments to Employees	(11,024,372)	(8,796,090)	(11,072,773)	(8,842,905)
VAT and SSCL on Financial Services Paid	(6,289,743)	(4,896,689)	(6,289,743)	(4,896,689)
Receipts from Other Operating Activities	1,715,316	964,057	1,856,234	1,057,696
Payments on Other Operating Activities	(9,500,061)	(9,079,901)	(9,577,435)	(9,160,887)
Repayment of Interest Portion of Lease Liabilities	(559,386)	(541,373)	(240,721)	(224,154)
Operating Profit before Changes in Operating Assets and Liabilities	27,768,412	26,579,688	28,477,867	27,243,314
(Increase)/Decrease in Operating Assets :				
Balances with Central Bank of Sri Lanka	(2,498,995)	(1,690,834)	(2,498,995)	(1,690,834)
Financial Assets at Amortized Cost - Loans and Advances	(137,207,586)	(33,946,730)	(137,207,586)	(33,946,730)
Other Assets	(1,084,022)	(524,450)	(1,120,819)	(508,045)
Increase/(Decrease) in Operating Liabilities :				
Financial Liabilities at Amortized Cost - Due to Depositors	82,914,437	58,664,594	82,914,437	58,664,594
Financial Liabilities at Amortized Cost - Due to Debt Securities Holders	3,673,806	(5,407,094)	3,673,806	(5,407,094)
Financial Liabilities at Amortized Cost - Due to Other Borrowers	(7,377)	7,580	(7,377)	7,580
Other Liabilities	2,462,810	(2,899,099)	1,996,377	(3,471,165)
Due to Banks	15,756,957	(3,954,961)	15,756,957	(3,954,961)
Cash Generated from Operating Activities before Income Tax	(8,221,558)	36,828,694	(8,015,333)	36,936,660
Income Tax Paid	(3,742,771)	(4,771,981)	(3,781,625)	(4,811,694)
Net Cash Generated from / (Used in) Operating Activities	(11,964,329)	32,056,713	(11,796,958)	32,124,966
Cash Flows from Investing Activities				
Purchase of Property , Plant & Equipment	(1,258,221)	(865,718)	(1,266,736)	(869,489)
Proceeds from Sale of Property , Plant & Equipment	5,052	3,563	5,052	3,563
Improvements in Investment Properties	-	-	(4,059)	(4,496)
Proceeds from Sale of Investment Properties	-	-	2,241	-
Net Cash Flow from Financial Assets - FVTPL	7,057,737	6,784,624	7,057,737	6,784,624
Net Cash Flow from Debt Instruments at Amortised Cost	14,129,716	(24,464,173)	14,129,716	(24,282,949)
Net Cash Flow from Financial Assets - FVOCI	(35,125,109)	(15,210,706)	(35,134,041)	(15,339,961)
Reverse Repurchase Agreements	1,556,650	(2,867,224)	1,556,650	(2,867,224)
Net Purchase of Intangible Assets	(433,541)	(323,933)	(435,299)	(323,933)
Dividend Received from Investment in Subsidiaries	97,550	88,682	-	-
Dividend Received from Other Investments	29,534	29,134	29,534	29,134
Net Cash Used in Investing Activities	(13,940,632)	(36,825,751)	(14,059,205)	(36,870,731)
Cash Flows from Financing Activities				
Net Proceeds from the Issue of Subordinated Debt	15,000,000	10,000,000	15,000,000	10,000,000
Repayment of Subordinated Debt	(715,000)	(5,000,000)	(715,000)	(4,971,000)
Interest Paid on Subordinated Debt	(3,587,044)	(2,956,671)	(3,587,044)	(2,955,395)
Dividend Paid to Non-Controlling Interest	-	-	(38,893)	(35,355)
Dividend Paid to Shareholders of the Bank	(1,891,051)	(544,768)	(1,891,051)	(544,768)
Repayment of Principal Portion of Lease Liabilities	(327,847)	(297,985)	(337,752)	(316,179)
Net Cash Generated from Financing Activities	8,479,058	1,200,576	8,430,260	1,177,303
Net Increase / (Decrease) in Cash and Cash Equivalents	(17,425,903)	(3,568,462)	(17,425,903)	(3,568,462)
Cash and Cash Equivalents at Beginning of the Year	67,641,922	71,210,384	67,642,460	71,210,922
Cash and Cash Equivalents at End of the Year	50,216,019	67,641,922	50,216,557	67,642,460

EXPLANATORY NOTES

1. General

The Financial Statements of the Bank and Group have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRSs/LKASs) issued by The Institute of Chartered Accountants of Sri Lanka.

There are no changes to the accounting policies and methods of computation since the publication of the last Annual Report.

The Interim Financial Statements of the Bank and the Group have been prepared and presented in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS) and provided necessary disclosure to comply with LKAS 34, Interim Financial Reporting.

The Group Financial Statements comprise of the consolidated Financial Statements of the Bank and its subsidiary Seylan Developments PLC (74.69%).

2. Information on Ordinary Shares

Market Price (LKR)	31/12/2025		31/12/2024	
	Voting	Non-Voting	Voting	Non-Voting
Market Price Per Share	105.00	75.60	77.90	57.00
Highest price per share during the quarter ended	116.00	84.20	79.50	58.20
Lowest price per share during the quarter ended	99.50	68.50	47.20	37.00

Stated Capital as at December 31, 2025	No. of Shares	Stated Capital (LKR.'000)
Ordinary Voting	305,236,937	13,172,977
Ordinary Non-Voting	330,410,398	8,520,393
Total	635,647,335	21,693,370

3. Shareholders Information

3.1 Twenty Largest Ordinary Voting Shareholders as at December 31, 2025

		No. of Shares	%
1	Brown & Company PLC A/C No. 1	31,979,642	10.48
2	Sri Lanka Insurance Corporation Ltd-General Fund	30,523,687	10.00
3	Employee's Provident Fund	30,088,766	9.86
4	Sampath Bank PLC/ LOLC Investments Ltd	28,559,742	9.36
5	National Development Bank PLC	26,631,495	8.72
6	Sampath Bank PLC/ Ambeon Holdings PLC	25,000,000	8.19
7	Seylan Bank PLC A/C No.04-Employees Gratuity Trust Fund	20,272,555	6.64
8	Bank of Ceylon No. 1 Account	17,169,574	5.62
9	Sri Lanka Insurance Corporation Ltd-Life Fund	15,261,841	5.00
10	Commercial Bank Of Ceylon PLC/ Phantom Investments (Private) Limited	15,105,970	4.95
11	Sampath Bank PLC/Brown And Company PLC	10,371,776	3.40
12	Employees Trust Fund Board	5,236,100	1.72
13	Ambeon Holdings PLC	4,296,829	1.41
14	First Capital Holdings PLC	4,044,795	1.33
15	NDB Capital Holdings Limited Account No-02	2,391,656	0.78
16	Deutsche Bank AG as Trustee to Assetline Income Plus Growth Fund	2,000,000	0.66
17	Est.of Late M.J. Fernando	1,541,336	0.50
18	First Capital Asset Management/ M.J.F. Exports (Pvt) Limited	1,055,348	0.35
19	DFCC Bank PLC/Ambeon Holdings PLC	1,000,000	0.33
20	Dr J.L.B. Kotelawala	699,357	0.23

3.2 Twenty Largest Ordinary Non-Voting Shareholders as at December 31, 2025

		No. of Shares	%
1	Sampath Bank PLC/ LOLC Holdings PLC	146,722,737	44.41
2	LOLC Holdings PLC	23,775,575	7.20
3	Employee's Provident Fund	17,623,958	5.33
4	Akbar Brothers Pvt Ltd	7,267,772	2.20
5	Hatton National Bank PLC - Capital Alliance Quantitative Equity Fund	5,210,640	1.58
6	Auerbach Grayson And Company LLC	4,526,357	1.37
7	Sampath Bank PLC/Andaradeniya Estate Private Limited	3,536,313	1.07
8	First Capital Asset Management/ Merrill J Fernando & Sons (Pvt) Limited	3,010,000	0.91
9	Commercial Bank of Ceylon PLC/W. Jinadasa	2,950,000	0.89
10	LOLC Technology Services Limited	2,885,232	0.87
11	Mr. N. Balasingam	2,584,925	0.78
12	J.B. Cocoshell (Pvt) Ltd	2,515,708	0.76
13	Janashakthi Insurance PLC - Shareholders	2,450,000	0.74
14	Hatton National Bank PLC /Arunasalam Sithampalam	2,239,527	0.68
15	Mr. R. Gautam	1,925,000	0.58
16	Est.of Late M.J. Fernando	1,808,938	0.55
17	Mr. R.R. Leon	1,727,989	0.52
18	Capital Alliance PLC	1,700,000	0.51
19	First Capital Holdings PLC	1,645,946	0.50
20	Ms. S. Durga	1,575,235	0.48

3.3 Public Holding as at December 31, 2025

The Bank is compliant under Option 1 of the Section 7.13.1 of the Rules of the Colombo Stock Exchange (Minimum Public Holding requirement).

	Ordinary Voting Shares (Option 1)	Ordinary Non-Voting Shares (Option 1)
Float adjusted market capitalization	LKR 17.588 Bn	LKR 11.855 Bn
Public Holding Percentage	54.88%	47.46%
No. of Public shareholders	11,818	8,517

4. Directors' and Chief Executive Officer's Shareholdings as at December 31, 2025

Name of Director	No. of Shares	No. of Shares
	(Ordinary Voting)	(Ordinary Non-Voting)
Justice Buwaneka P. Aluwihare PC, Independent Director/ Chairman	Nil	Nil
Mr. R. J. Jayasekara, Director/Chief Executive Officer	728	35,174
Mr. D. M. D. K. Thilakarathne, Non-Executive Director	Nil	Nil
Mr. D. M. Rupasinghe, Independent Director	Nil	Nil
Mr. L. H. A. L. Silva, Independent Director	Nil	Nil
Mrs. A. A. Ludowyke, Independent Director	Nil	Nil
Mr. W. D. Batagoda, Non-Executive Director	Nil	Nil
Mrs. S. K. Salgado, Independent, Non-Executive Director/ Senior Independent Director (Retired on 30th November 2025)	Nil	Nil
Mrs. V.G.S.S. Kotakadeniya, Non-Executive Director (Resigned w.e.f. 26th December 2025)	Nil	Nil

5. Basic/ Diluted Earnings per Share

Basic Earnings per share has been calculated by dividing profit after tax attributable to the equity holders of the Bank by the weighted average number of shares in issue (both Voting and Non- voting) for the period ended December 31, 2025. Diluted Earnings per Share and the Basic Earnings per Share is the same due to non-availability of potentially dilutive ordinary shares.

6. Events after the Reporting Date

6.1 Proposed First and Final Dividend

The Board of Directors of the Bank recommended a first and final dividend of LKR 4.00 per share on both voting and non- voting shares of the Bank for the financial year ended December 31, 2025, to be paid in the form of a cash dividend of LKR 4.00 per share.

The said dividend is subject to approval of the shareholders at the Annual General Meeting to be held on March 31, 2025. This proposed final dividend has not been recognized as a liability as at December 31, 2025.

6.2 Appointment of new Director

Appointment of Mrs. R L Samarasundera as an Independent, Non-Executive Director of Seylan Bank PLC w.e.f. 26th January 2026.

7. Other Matters

7.1 Expected Credit Loss Computation

The Bank's Expected Credit Loss (ECL) was based on the Probability of Default (PD), Loss Given Default (LGD) as at December 31, 2025 and Economic Factor Adjustment (EFA) applying the recent forecasts and projections.

In addition, where necessary, the Bank has recognized additional provisions for customer exposures assessed on a collective basis, taking into account potential increases in credit risk. Further, management overlays have been applied to customer exposures impacted by Ditwah Cyclone to prudently cover potential future losses.

7.2 Statement of Alternative Treatment (SoAT) on Reclassification of Debt Portfolio

The Bank has adopted the above SoAT on Reclassification of Debt Portfolio, issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) and re-classified its Debt Portfolio of LKR 24.83 Bn from Fair Value Through Other Comprehensive Income (FVOCI) to Amortized Cost (AC) with effect from 01 April 2022, being the 1st day of the reporting period of the quarter ended 30 June 2022, as a one-off reclassification and accounted for in the financials for the six months ended 30 June 2022.

If the assets lying in the current portfolio had continued to be measured as Fair Value through Other Comprehensive Income, the fair value and the cumulative mark to market loss as at December 31, 2025 would have been Rs. 572 Mn and Rs. 29 Mn respectively.

7.3 Changes to the Directorships

1. Retirement of Mrs. S. K. Salgado, Independent, Non-Executive Director/Senior Independent Director of Seylan Bank PLC on 30th November 2025.
2. Resignation of Mrs. V. G. S. S. Kotakadeniya, Non-Independent, Non-Executive Director of Seylan Bank PLC w.e.f. 26th December 2025.
3. Appointment of Mr. W. D. Batagoda as a Non-Independent, Non-Executive Director of Seylan Bank PLC w.e.f. 26th December 2025.
4. Appointment of Mrs. R L Samarasundera as an Independent, Non-Executive Director of Seylan Bank PLC w.e.f. 26th January 2026.

7.4 Directors of the Bank

Justice Buwaneka P. Aluwihare PC, Independent Director/Chairman

Mr. R. J. Jayasekara, Director/Chief Executive Officer

Mr. D. M. D. K. Thilakaratne, Non-Executive Director

Mr. D. M. Rupasinghe, Independent Director

Mr. L. H. A. L. Silva, Independent Director

Mrs. A. A. Ludowyke, Independent Director

Mr. W. D. Batagoda, Non-Executive Director

Mrs. R L Samarasundera, Independent Director

8. Comparative Figures

Comparative figures have been re-classified where necessary, to conform to the current year presentation. During the quarter there were no material changes in Contingent Liabilities, composition of Assets and Liabilities and use of funds raised by the Bank.

All known expenditure items have been provided in these Interim Accounts.

9 Seylan Bank PLC
Segment Reporting (Group)

(Amounts in LKR Thousands)

	Banking		Treasury		Property/ Investments		Unallocated/ Eliminations		Total	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Interest Income	66,172,543	70,634,263	16,907,045	14,576,864	61,741	66,617	(713,404)	(914,936)	82,427,925	84,362,808
Less: Interest Expenses	39,111,211	42,915,744	4,790,985	4,508,940	443	1,133	(108,315)	(152,643)	43,794,324	47,273,174
Net Interest Income	27,061,332	27,718,519	12,116,060	10,067,924	61,298	65,484	(605,089)	(762,293)	38,633,601	37,089,634
Fee and Commission Income	9,851,017	8,311,098	11,582	1,885	-	-	6,952	14,222	9,869,551	8,327,205
Less : Fee and Commission Expenses	1,487,831	1,136,930	38,570	18,863	4,177	550	-	-	1,530,578	1,156,343
Net Fee and Commission Income	8,363,186	7,174,168	(26,988)	(16,978)	(4,177)	(550)	6,952	14,222	8,338,973	7,170,862
Net Gains/(Losses) from Trading	-	-	249,178	461,390	-	-	-	-	249,178	461,390
Net Gains /(Losses) from Derecognition of Financial Assets										
- at Fair Value through Other Comprehensive Income	-	-	197,790	265,181	-	-	-	-	197,790	265,181
- Loss on Restructuring of SLISBs	-	-	-	(2,712,020)	-	-	-	-	-	(2,712,020)
Other Operating Income	229,072	182,400	855,391	517,549	489,125	510,700	(463,805)	(520,849)	1,109,783	689,800
Inter Segment Revenue	(142,166)	(144,041)	-	-	-	-	142,166	144,041	-	-
Total Operating Income	35,511,424	34,931,046	13,391,431	8,583,046	546,246	575,634	(919,776)	(1,124,879)	48,529,325	42,964,847
Less : Depreciation and Amortization Expenses	873,876	780,419	17,839	15,373	1,269	1,219	572,338	568,635	1,465,322	1,365,646
Less : Impairment Charges /(Reversal)										
- Loans and Advances and Other Financial Assets and Credit related Commitments	544,431	6,087,466	56,699	200,771	-	-	-	(1,111)	601,130	6,287,126
- Sri Lanka International Sovereign Bonds (SLISBs)	-	-	148,405	(4,861,753)	-	-	-	-	148,405	(4,861,753)
Less : Operating Expenses, VAT & SSCL on Financial Services	19,498,597	17,392,116	2,306,729	2,293,820	141,443	131,535	4,530,454	4,121,323	26,477,223	23,938,794
Reportable Segment Profit Before Income Tax	14,594,520	10,671,045	10,861,759	10,934,835	403,534	442,880	(6,022,568)	(5,813,726)	19,837,245	16,235,034
Less :Income Tax Expense									7,610,310	6,082,296
Profit for the Year									12,226,935	10,152,738
Profit Attributable To:										
Equity Holders of The Bank									12,167,860	10,113,406
Non-Controlling Interests									59,075	39,332
Profit for the Year									12,226,935	10,152,738
Other Comprehensive Income, Net of Income Tax									1,577,025	793,610
Other Information										
Reportable Segment Assets	586,289,959	479,400,945	315,797,279	282,375,646	6,789,730	6,593,828	23,452,096	23,254,619	932,329,064	791,625,038
Segment Accumulated Amortisation	(2,315,926)	(2,668,167)	(99,502)	(92,608)	4,887	5,488	(9,008,443)	(8,802,574)	(11,418,984)	(11,557,861)
Total Assets	583,974,033	476,732,778	315,697,777	282,283,038	6,794,617	6,599,316	14,443,653	14,452,045	920,910,080	780,067,177
Reportable Segment Liabilities & Equity	748,327,485	681,296,162	137,976,725	67,797,066	6,794,617	6,599,316	27,811,253	24,374,633	920,910,080	780,067,177
Total Liabilities & Equity	748,327,485	681,296,162	137,976,725	67,797,066	6,794,617	6,599,316	27,811,253	24,374,633	920,910,080	780,067,177
Cash Flows from Operating Activities	(17,739,616)	31,132,088	11,084,702	6,289,226	190,990	164,679	(5,333,034)	(5,461,027)	(11,796,958)	32,124,966
Cash Flows from Investing Activities	(925,271)	(833,464)	(12,262,657)	(35,675,499)	(30,968)	(121,959)	(840,309)	(239,809)	(14,059,205)	(36,870,731)
Cash Flows from Financing Activities	(327,847)	(615,204)	8,806,905	1,498,561	(153,657)	(318,793)	104,859	612,739	8,430,260	1,177,303
Capital Expenditure	(925,938)	(832,906)	(8,735)	(39,399)	(12,574)	(8,267)	(758,847)	(317,346)	(1,706,094)	(1,197,918)

10 Analysis of Financial Instruments by Measurement Basis - Bank

(Amounts in LKR Thousands)

	2025			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost (AC)	
Assets				
Cash and Cash Equivalents	-	-	18,202,545	18,202,545
Balances with Central Bank of Sri Lanka	-	-	11,218,110	11,218,110
Placements with Banks and Finance Companies	-	-	32,006,116	32,006,116
Derivative Financial Instruments	200,648	-	-	200,648
Securities Purchased under Resale Agreements	-	-	2,127,724	2,127,724
Customer Loans and Advances	-	-	599,801,944	599,801,944
Debt Instruments	-	-	681,840	681,840
Equity Instruments	622,451	2,863,671	-	3,486,122
Government Securities	14,336,996	89,932,590	117,584,734	221,854,320
Group Balances Receivable	-	-	40,480	40,480
Other Financial Assets	-	-	8,997,551	8,997,551
Total Financial Assets	15,160,095	92,796,261	790,661,044	898,617,400
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost (AC)	Total
Liabilities				
Due to Banks	-	-	23,898,752	23,898,752
Derivative Financial Instruments	-	6,413	-	6,413
Due to Depositors	-	-	732,960,379	732,960,379
Securities Sold under Repurchase Agreements	-	-	5,203,644	5,203,644
Due to Other Borrowers	-	-	16,354	16,354
Group Balances Payable	-	-	221,437	221,437
Debt Securities Issued	-	-	40,131,478	40,131,478
Lease Liabilities	-	-	6,030,361	6,030,361
Other Financial Liabilities	-	-	9,821,584	9,821,584
Total Financial Liabilities		6,413	818,283,989	818,290,402

	2024			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost (AC)	
Assets				
Cash and Cash Equivalents	-	-	17,384,396	17,384,396
Balances with Central Bank of Sri Lanka	-	-	8,719,115	8,719,115
Placements with Banks and Finance Companies	-	-	50,156,002	50,156,002
Derivative Financial Instruments	17,398	-	-	17,398
Securities Purchased under Resale Agreements	-	-	3,684,374	3,684,374
Customer Loans and Advances	-	-	462,950,751	462,950,751
Debt Instruments	-	-	716,243	716,243
Equity Instruments	-	2,176,270	-	2,176,270
Government Securities	21,454,098	54,072,260	131,824,313	207,350,671
Group Balances Receivable	-	-	40,300	40,300
Other Financial Assets	-	-	9,450,678	9,450,678
Total Financial Assets	21,471,496	56,248,530	684,926,172	762,646,198
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost (AC)	Total
Liabilities				
Due to Banks	-	-	8,141,795	8,141,795
Derivative Financial Instruments	-	809	-	809
Due to Depositors	-	-	646,817,333	646,817,333
Securities Sold under Repurchase Agreements	-	-	1,461,944	1,461,944
Due to Other Borrowers	-	-	23,731	23,731
Group Balances Payable	-	-	98,942	98,942
Debt Securities Issued	-	-	25,128,383	25,128,383
Lease Liabilities	-	-	5,613,107	5,613,107
Other Financial Liabilities	-	-	8,101,357	8,101,357
Total Financial Liabilities		809	695,386,592	695,387,401

10 Analysis of Financial Instruments by Measurement Basis - Group

(Amounts in LKR Thousands)

	2025			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost (AC)	
Assets				
Cash and Cash Equivalents	-	-	18,202,585	18,202,585
Balances with Central Bank of Sri Lanka	-	-	11,218,110	11,218,110
Placements with Banks and Finance Companies	-	-	32,006,116	32,006,116
Derivative Financial Instruments	200,648	-	-	200,648
Securities Purchased under Resale Agreements	-	-	2,127,724	2,127,724
Customer Loans and Advances	-	-	599,801,944	599,801,944
Debt Instruments	-	-	681,840	681,840
Equity Instruments	622,451	2,863,671	-	3,486,122
Government Securities	14,336,996	90,303,964	117,679,629	222,320,589
Other Financial Assets	-	-	9,018,613	9,018,613
Total Financial Assets	15,160,095	93,167,635	790,736,561	899,064,291
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost (AC)	Total
Liabilities				
Due to Banks	-	-	23,898,752	23,898,752
Derivative Financial Instruments	-	6,413	-	6,413
Due to Depositors	-	-	732,960,379	732,960,379
Securities Sold under Repurchase Agreements	-	-	5,203,644	5,203,644
Due to Other Borrowers	-	-	16,354	16,354
Debt Securities Issued	-	-	40,131,478	40,131,478
Lease Liabilities	-	-	2,838,264	2,838,264
Other Financial Liabilities	-	-	9,887,552	9,887,552
Total Financial Liabilities		6,413	814,936,423	814,942,836
		2024		Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost (AC)	Total
Assets				
Cash and Cash Equivalents	-	-	17,384,436	17,384,436
Balances with Central Bank of Sri Lanka	-	-	8,719,115	8,719,115
Placements with Banks and Finance Companies	-	-	50,156,002	50,156,002
Derivative Financial Instruments	17,398	-	-	17,398
Securities Purchased under Resale Agreements	-	-	3,684,374	3,684,374
Customer Loans and Advances	-	-	462,950,751	462,950,751
Debt Instruments	-	-	716,243	716,243
Equity Instruments	-	2,176,270	-	2,176,270
Government Securities	21,454,098	54,439,669	131,914,241	207,808,008
Other Financial Assets	-	-	9,485,230	9,485,230
Total Financial Assets	21,471,496	56,615,939	685,010,392	763,097,827
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost (AC)	Total
Liabilities				
Due to Banks	-	-	8,141,795	8,141,795
Derivative Financial Instruments	-	809	-	809
Due to Depositors	-	-	646,817,333	646,817,333
Securities Sold under Repurchase Agreements	-	-	1,461,944	1,461,944
Due to Other Borrowers	-	-	23,731	23,731
Debt Securities Issued	-	-	25,128,383	25,128,383
Lease Liabilities	-	-	2,430,915	2,430,915
Other Financial Liabilities	-	-	8,148,829	8,148,829
Total Financial Liabilities		809	692,152,930	692,153,739

11 Analysis of Loans & Advances , Commitments, Contingencies and Impairment

(Amounts in LKR Thousands)

	Bank		Group	
	As at 31.12.2025	As at 31.12.2024	As at 31.12.2025	As at 31.12.2024
11.1 Product-wise Gross Loans & Advances				
By product - Domestic Currency				
Export Bills	46,964	17,098	46,964	17,098
Import Bills	416,676	110,578	416,676	110,578
Local Bills	11,216	16,620	11,216	16,620
Lease Rentals Receivable	36,829,284	24,820,964	36,829,284	24,820,964
Overdrafts	63,054,131	56,501,802	63,054,131	56,501,802
Revolving Import Loans	36,218,200	16,131,041	36,218,200	16,131,041
Packing Credit Loans	6,473,683	4,479,089	6,473,683	4,479,089
Staff Loans	8,338,417	7,522,523	8,338,417	7,522,523
Housing Loans	17,695,857	16,492,249	17,695,857	16,492,249
Pawning Receivables	49,203,725	36,450,802	49,203,725	36,450,802
Refinance Loans	8,563,067	9,320,159	8,563,067	9,320,159
Credit Cards	9,642,294	8,544,316	9,642,294	8,544,316
Margin Trading	16,498,690	9,643,481	16,498,690	9,643,481
Factoring	1,680,629	1,702,997	1,680,629	1,702,997
Term Loans	328,644,599	273,109,720	328,644,599	273,109,720
Total	583,317,432	464,863,441	583,317,432	464,863,441
By product - Foreign Currency				
Export Bills	2,967,020	2,976,376	2,967,020	2,976,376
Import Bills	675,382	517,770	675,382	517,770
Overdrafts	1,357,646	800,828	1,357,646	800,828
Revolving Import Loans	191,756	415,427	191,756	415,427
Packing Credit Loans	14,348,582	13,018,121	14,348,582	13,018,121
Housing Loans	60,579	92,778	60,579	92,778
Term Loans	60,822,311	45,676,461	60,822,311	45,676,461
Total	80,423,276	63,497,761	80,423,276	63,497,761
Gross Loans and Advances	663,740,708	528,361,202	663,740,708	528,361,202
11.2 Product-wise Commitments and Contingencies				
By product - Domestic Currency				
Commitments				
Undrawn Credit Lines	173,332,376	90,488,304	173,332,376	90,488,304
Capital Commitments	255,766	121,871	280,088	126,578
Contingencies				
Acceptances	3,409	99,721	3,409	99,721
Guarantees	64,560,817	52,569,271	64,560,817	52,569,271
Documentary Credit	453,220	1,156,859	453,220	1,156,859
Bills for Collection	774,062	791,535	774,062	791,535
Forward Exchange Contracts (Net)	(29,532,485)	(1,243,212)	(29,532,485)	(1,243,212)
Total	209,847,166	143,984,349	209,871,488	143,989,056
By product - Foreign Currency				
Commitments				
Undrawn Credit Lines	10,653,544	5,357,736	10,653,544	5,357,736
Capital Commitments	944,013	582,767	944,013	582,767
Contingencies				
Acceptances	12,836,251	10,328,138	12,836,251	10,328,138
Standby Letters of Credit	140,058	132,377	140,058	132,377
Guarantees	4,038,515	4,812,012	4,038,515	4,812,012
Documentary Credit	18,912,138	9,331,375	18,912,138	9,331,375
Bills for Collection	6,039,528	5,029,329	6,039,528	5,029,329
Forward Exchange Contracts (Net)	29,574,676	1,258,281	29,574,676	1,258,281
Total	83,138,722	36,832,015	83,138,722	36,832,015
Total Commitments and Contingencies	292,985,888	180,816,364	293,010,210	180,821,071

Seylan Bank PLC

Analysis of Loans & Advances , Commitments, Contingencies and Impairment

(Amounts in LKR Thousands)

	Bank		Group	
	As at	As at	As at	As at
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
11.3 Stage-wise Impairment on Loans & Advances, Commitments and Contingencies				
Gross Loans and Advances, Commitments and Contingencies	956,726,596	709,177,566	956,750,918	709,182,273
Less : Accumulated Impairment under Stage 1	5,084,776	3,429,685	5,084,776	3,429,685
Accumulated Impairment under Stage 2	4,804,361	4,754,675	4,804,361	4,754,675
Accumulated Impairment under Stage 3	55,453,696	58,943,823	55,453,696	58,943,823
Net Loans & Advances, Commitments and Contingencies	891,383,763	642,049,383	891,408,085	642,054,090
	From	From	From	From
Movement of Impairment During the Period	01.01.2025 to	01.01.2024 to	01.01.2025 to	01.01.2024 to
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
Stage 1				
Balance as at 01st January	3,429,685	4,025,638	3,429,685	4,025,638
Charge/(Write back) to income statement	1,624,823	(578,131)	1,624,823	(578,131)
Exchange Rate Movements	30,268	(17,822)	30,268	(17,822)
Balance as at 31st December	5,084,776	3,429,685	5,084,776	3,429,685
Stage 2				
Balance as at 01st January	4,754,675	7,950,512	4,754,675	7,950,512
Charge/(Write back) to income statement	38,102	(3,192,196)	38,102	(3,192,196)
Exchange Rate Movements	11,584	(3,641)	11,584	(3,641)
Balance as at 31st December	4,804,361	4,754,675	4,804,361	4,754,675
Stage 3				
Balance as at 01st January	58,943,823	52,192,360	58,943,823	52,192,360
Charge/(Write back) to income statement	(964,372)	10,181,790	(964,372)	10,181,790
Reversal for Write-Off during the Year	(3,141,443)	(2,568,451)	(3,141,443)	(2,568,451)
Exchange Rate Movements	615,688	(861,876)	615,688	(861,876)
Balance as at 31st December	55,453,696	58,943,823	55,453,696	58,943,823
Total Impairment	65,342,833	67,128,183	65,342,833	67,128,183

12 Analysis of Deposits

(Amounts in LKR Thousands)

Deposits - By product	Bank		Group	
	As at	As at	As at	As at
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
By product - Domestic Currency				
Demand Deposits	47,027,482	39,072,142	47,027,482	39,072,142
Savings Deposits	144,512,468	123,126,928	144,512,468	123,126,928
Fixed Deposits	398,795,088	373,712,110	398,795,088	373,712,110
Certificate of Deposits	655,700	836,590	655,700	836,590
Margin Accounts	1,673,059	1,145,269	1,673,059	1,145,269
Total	592,663,797	537,893,039	592,663,797	537,893,039
By product - Foreign Currency				
Demand Deposits	6,405,838	4,688,338	6,405,838	4,688,338
Savings Deposits	21,500,913	19,139,176	21,500,913	19,139,176
Fixed Deposits	112,370,568	85,070,317	112,370,568	85,070,317
Margin Accounts	19,263	26,463	19,263	26,463
Total	140,296,582	108,924,294	140,296,582	108,924,294
Total Deposits	732,960,379	646,817,333	732,960,379	646,817,333

SEYLAN BANK PLC - DEBENTURES

	CURRENT PERIOD 01-Oct-25 to 31-Dec-25	COMPARATIVE PERIOD 01-Oct-24 to 31-Dec-24
Debt (Debentures) / Equity Ratio (Times)	0.49	0.36
Interest Cover (Times)	5.56	6.20
Quick Asset Ratio (Times)	0.80	0.85
2018 Issue		
Market Prices during October to December (Ex Interest)		
7 Year Fixed Semi Annual - 13.20% p.a.(Debenture matured on 29/03/2025)		*
10 Year Fixed Semi Annual - 13.50% p.a.	*	*
Interest Yield as at Date of Last Trade	*	*
Yield to Maturity of Trade Done on	*	*
Interest Rate of Comparable Government Security		
- 7 Years		9.28%
- 10 Years	9.02%	10.12%
2021 Issue		
Market Prices during October to December (Ex Interest)		
5 Year Fixed Annual - 9.75% p.a .	*	*
5 Year Fixed Quarterly - 9.25% p.a.	*	*
Interest Yield as at Date of Last Trade	*	*
Yield to Maturity of Trade Done on	*	*
Interest Rate of Comparable Government Security		
- 5 Years	7.89%	9.29%
2023 Issue		
Market Prices during October to December (Ex Interest)		
5 Year Fixed Annual - 28% p.a		
- Highest Price	142.37	*
- Lowest Price	100.00	*
- Last Traded Price - (21/10/2025) / *	129.00	*
5 Year Fixed Quarterly - 25% p.a.	*	*
Interest Yield as at Date of Last Trade		
5 Year Fixed Annual - 28% p.a. (21/10/2025) / *	21.71%	*
5 Year Fixed Quarterly - 25% p.a.	*	*
Yield to Maturity of Trade Done on		
5 Year Fixed Annual - 28% p.a. (21/10/2025) / *	13.49%	*
5 Year Fixed Quarterly - 25% p.a.	*	*
Interest Rate of Comparable Government Security		
- 5 Years	9.19%	10.43%
2024 Issue		
Market Prices during October to December (Ex Interest)		
5 Year Fixed Annual - 13.25% p.a .	*	*
5 Year Fixed Quarterly - 12.60% p.a.	*	*
7 Year Fixed Annual - 13.50% p.a .	*	*
7 Year Fixed Semi Annual - 13.05% p.a .	*	*
Interest Yield as at Date of Last Trade	*	*
Yield to Maturity of Trade Done on	*	*
Interest Rate of Comparable Government Security		
- 5 Years	9.66%	10.73%
- 7 Years	9.99%	11.05%
2025 Issue (Debenture allotted on 18 July 2025)		
Market Prices during October to December (Ex Interest)		
5 Year Fixed Annual - 11.25% p.a .	*	
5 Year Fixed Quarterly - 10.80% p.a.	*	
10 Year Fixed Annual - 11.75% p.a .	*	
10 Year Fixed Semi Annual - 11.40% p.a .	*	
Interest Yield as at Date of Last Trade	*	
Yield to Maturity of Trade Done on	*	
Interest Rate of Comparable Government Security		
- 5 Years	9.72%	
- 10 Years	10.81%	

* No trading during the period.

Seylan Bank PLC

Selected Performance Indicators

Item	Bank		Group	
	31.12.2025	31.12.2024	31.12.2025	31.12.2023
Regulatory Capital (LKR Mn.)				
Common Equity Tier I	73,126	66,565	74,904	67,793
Total (Tier I) Capital	73,126	66,565	74,904	67,793
Total Capital Base	105,578	86,837	107,356	88,064
Regulatory Capital Ratios (%)				
Common Equity Tier I Capital Ratio (Minimum Requirement - 7.00%)	12.39	14.25	12.69	14.50
Total Tier I Capital Ratio (Minimum Requirement - 8.50%)	12.39	14.25	12.69	14.50
Total Capital Ratio (Minimum Requirement - 12.50%)	17.89	18.59	18.18	18.84
Basel III Leverage Ratios (%)				
(Minimum Requirement - 3.00%)	7.47	8.16	7.65	8.30
Regulatory Liquidity Requirement				
Liquidity Coverage Ratio %				
Rupee - (Minimum Requirement - 100%)	227.99	415.75		
All Currency - (Minimum Requirement - 100%)	229.92	491.37		
Net Stable Funding Ratio (%) (Minimum Requirement - 100%)	127.25	144.76		
Assets Quality				
Impaired Loans (Stage 3) to Total Loans, Ratio (%)	1.03	2.10		
Impairment (Stage 3) to Stage 3 Loans, Ratio (%)	86.33	81.79		
Income & Profitability				
Interest Margin (%)	4.50	4.90		
Return on Assets (before Tax) (%)	2.31	2.14		
Return on Equity (%)	15.89	15.35		
Cost to Income Ratio (%)	44.52	46.36		
Memorandum Information				
Credit Rating - Fitch	A+ (Ika)	A+ (Ika)		
Number of Employees	3,243	3,211		
Number of Banking Centers	172	170		