

INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED 31 MARCH 2025

UNLOCKING PROSPERITY
EMPOWERING A FUTURE OF SMART GROWTH



National Development Bank PLC

CSE stock code: NDB.Noooo | Bloomberg: NDB SL | Reuter's: NDB.CM

Released to Colombo Stock Exchange on: 14 May 2025



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***The financial statements presented herewith are the unaudited financial statements for the three months ended 31 March 2025 and are prepared in accordance with the Sri Lanka Financial Reporting Standards.**

NDB pre-tax profits surge by 118% to Rs. 4.0 Bn. Marks strong start for the year.

- Post-tax profitability of Rs. 1.9 Bn up by 168%
- ROE of 10.03%
- Total assets growth of 7% to Rs. 852.4 Bn
- Healthy growth in loan book of 5% to Rs. 535.2 Bn stemming from all business sectors
- CASA ratio improvement by 91 bps to 25.82%

National Development Bank PLC (NDB/the Bank) recently released its financial results for the three months ended 31 March 2025 (1Q 2025) to the Colombo Stock Exchange, reflecting solid growth in line with the revival of economic activity and rising private sector credit demand.

Commenting on the 1Q 2025 performance, Director/Chief Executive Officer Mr. Kelum Edirisinghe stated, “We made a strong start to the year, following the highest-ever profit recorded in the Bank’s history in 2024. Guided by our priorities, we have devised bold, actionable plans to unlock greater potential and accelerate our strategic growth agenda for 2025 and beyond. Our aim is to make an impactful contribution to the country’s economic growth, provide superior service to our clients, deliver sustainable returns, and enhance shareholder value.

We are seeing renewed demand for credit as our customers regain financial momentum in an improving economic environment. NDB is well-positioned to serve our clientele with simpler, smarter, and more agile banking solutions, blending expert product advisory, digital convenience, and exceptional customer care to deliver a truly rewarding banking experience”, he further noted.

Income and Profitability Analysis

Total operating income of the Bank, for the three months ended 31 March 2025 (period under review) grew by 5% over the same period in 2024 (year-on-year/ YoY) to Rs. 10.6 Bn. Net interest income (NII), the majority contributor to total operating income was Rs. 8.0 Bn, which declined marginally by 1% YoY. The decline was predominantly attributable to the lower interest rates that prevailed during the period under review versus one year ago, which approximated 270 bps less on a monthly AWPR basis. Timely repricing of the deposit book, strategic focus on optimizing the asset mix to improve yields and enhancing funding efficiency enabled NII preservation, thereby reducing pressure on Net interest margin (NIM). The resultant NIM for 1Q 2025 was 3.92%. Net fee and commission income for the period was Rs. 1.8 Bn, again a marginal decline of 2% YoY. Whilst fee income from credit and debit cards slowed, income from alternative channels including electronic transactions and operational services showed positive YoY growth. All other income categories netted Rs. 842.4 Mn, a considerable growth over the comparative quarter which bolstered total operating income.

In terms of impairment, the Bank recorded a total impairment charge of Rs. 2.6 Bn, a significant reduction of 40% over the corresponding period of the last year. Additionally, the Bank recorded a reversal of Rs. 457.5 Mn related to the unwinding of the Day One Loss of debt restructuring in 1Q 2025. The impairment charge on loans and advances for 1Q 2025 saw a 22% reduction YoY. It is also encouraging to note that the staging of credit facilities has improved compared to the comparative quarter of the prior year, demonstrating the results of focused asset quality enhancement initiatives deployed by the Bank. Impaired loans (Stage 3) to Total loans ratio closed in at 5.53% (2024: 5.18%) whilst Impairment (Stage 3) to Stage 3 loans ratio was 53.26% (2024: 54.48%).

The Bank incurred total operating expenses netting Rs. 4.4 Bn for 1Q 2025 reflecting a 13% YoY increase. This increase was primarily attributed to increase in premises and establishment expenses and other operating expenses. Strong cost discipline and effective cost management have kept costs within expected levels.

The resultant Profit before tax was Rs. 4.0 Bn, an increase of 118% YoY. Taxes on financial services and income tax netted Rs. 2.1 Bn, resulting in a Profit after tax of Rs. 1.9 Bn, a YoY growth of 168%.

Balance Sheet Performance, Capital Adequacy and Liquidity

Balance sheet posted robust growth during 1Q 2025, growing by 7% from the end 2024 position (year-to-date/YTD) to Rs. 852.4 Bn. This is the highest balance sheet growth the Bank posted since consecutive quarters of growth curtailed at 2% or below, signaling robust growth for the period ahead. Gross loans grew by 5% or Rs. 25.4 Bn YTD, to Rs. 535.2 Bn reflecting broad-based momentum across all business segments. The local currency loan book grew by Rs. 16.9 Bn within this growth.

Total deposits grew by 2% or Rs. 10.6 Bn YTD to Rs. 642.3 Bn, mainly driven by volume growth of the local currency deposit book by Rs. 9.1 Bn during the three months under review. The Bank's CASA ratio also improved by 91 bps to 25.82% at the end of first quarter of 2025 from 24.91% at the end 2024. The CASA base increased by Rs. 8.5 Bn, a 5% growth during 1Q 2025. The improving trend in the CASA ratio is a result of dedicated strategic initiatives deployed in this regard. The total equity base of the Bank was Rs. 76.8 Bn.

Denoting sound capital adequacy, Tier I and Total capital adequacy of the Bank stood at 12.16% and 16.95%, 366 bps and 445 bps above the minimum requirement respectively. Regulatory Liquidity coverage ratio (Rupee), Liquidity coverage ratio (All Currency) and Net stable funding ratio stood well above the regulatory minimum requirement of 100% at 392.64%, 341.38% and 133.22% respectively.

Investor KPIs

Return on average equity was 10.03% (2024:12.22%) whilst Earnings per share was Rs. 18.18 (2024: Rs. 21.73). Respective ratios at the Group level were 10.19% (2024: 12.46%) and Rs. 19.70 (2024: Rs.23.57). Bank pre-tax return on average assets was 1.92% (2024: 3.09%). Net asset value per share was Rs. 180.29 (2024: Rs. 186.91) and compared with a closing share price of Rs. 107.00. Group net asset value per share was Rs. 192.53 (2024: Rs. 199.13).

Outlook

As the Sri Lankan economy charts a path toward recovery, NDB remains deeply aligned with the nation's growth ambitions, committed to unlocking prosperity for all Sri Lankans. With a legacy in development financing and a track record of standing by our citizens through every economic cycle, we are well-positioned to drive a future of smart growth. Through our robust product portfolio and strong integration of ESG principles, we aim to create sustainable value, fostering a thriving, resilient economy while delivering lasting benefits to our customers, shareholders, and communities.

STATEMENT OF PROFIT OR LOSS						
	Bank			Group		
	Quarter ended 31/03/2025 LKR '000	Quarter ended 31/03/2024 LKR '000	Change %	Quarter ended 31/03/2025 LKR '000	Quarter ended 31/03/2024 LKR '000	Change %
Gross income	22,981,176	26,074,357	(12)	23,575,449	26,656,755	(12)
Interest income	20,359,139	24,065,621	(15)	20,423,546	24,121,581	(15)
Interest expenses	12,384,166	15,989,592	(23)	12,381,381	15,973,540	(22)
Net interest income	7,974,973	8,076,029	(1)	8,042,165	8,148,041	(1)
Fee and commission income	1,779,674	1,800,322	(1)	2,311,068	2,255,172	2
Less: Fee and commission expenses	23,762	3,357	608	23,762	3,357	608
Net Fee and commission income	1,755,912	1,796,965	(2)	2,287,306	2,251,815	2
Net gain/(loss) from trading	326,467	316,921	3	326,467	316,921	3
Net gain/(loss) from financial assets at fair value through profit or loss	(22,724)	(39,440)	42	(39,560)	19,517	(303)
Net gains/(losses) from de-recognition of financial assets						
- at fair value through profit or loss	45,186	419,365	(89)	57,152	419,365	(86)
- at fair value through OCI	186,986	710,403	(74)	187,064	710,403	(74)
Other operating income	306,448	(1,198,835)	126	309,712	(1,186,204)	126
Total operating income	10,573,248	10,081,408	5	11,170,306	10,679,858	5
Unwinding impact of the debt restructuring	(457,483)	-	(100)	(457,483)	-	100
Less :Impairment charges/(reversals) on loans and other investments	2,632,345	4,356,479	(40)	2,632,345	4,356,479	(40)
Net operating income	8,398,386	5,724,929	47	8,995,444	6,323,379	42
Operating expenses						
Personnel expenses	2,310,683	2,077,836	11	2,512,471	2,263,120	11
Depreciation and amortization	271,923	258,290	5	289,606	274,871	5
Other expenses	1,831,598	1,559,686	17	1,968,645	1,736,110	13
Total operating expenses	4,414,204	3,895,812	13	4,770,722	4,274,101	12
Operating profit before tax on financial services	3,984,182	1,829,117	118	4,224,722	2,049,278	106
Less: Taxes on financial services	1,063,699	645,518	65	1,063,699	645,518	65
Operating profit after tax on financial services	2,920,483	1,183,599	147	3,161,023	1,403,760	125
Share of associate companies' profits/(losses)	-	-	-	-	-	-
Profit before taxation	2,920,483	1,183,599	147	3,161,023	1,403,760	125
Less : Income tax expenses	995,325	463,997	115	1,105,349	560,774	97
Profit for the quarter	1,925,158	719,602	168	2,055,674	842,986	144
Profit attributable to:						
Equity holders of the parent	1,925,158	719,602	168	2,040,559	837,651	144
Non controlling interests	-	-	-	15,115	5,335	183
	1,925,158	719,602	168	2,055,674	842,986	144
Basic earnings per share (in LKR)	4.52	1.69	167	4.79	1.97	143
Diluted earnings per share (in LKR)	4.51	1.69	166	4.78	1.97	143

STATEMENT OF COMPREHENSIVE INCOME						
	Quarter ended 31/03/2025 LKR '000	Quarter ended 31/03/2024 LKR '000	Change %	Quarter ended 31/03/2025 LKR '000	Quarter ended 31/03/2024 LKR '000	Change %
Profit for the quarter	1,925,158	719,602	168	2,055,674	842,986	144
Items that will be reclassified to statement of profit or loss						
Exchange differences on translation of foreign operations	-	-	-	119	(24,041)	100
Net Gains/(losses) on Investments in debt Instruments measured at fair value through other comprehensive income	(552,809)	711,413	(178)	(534,961)	750,508	(171)
Changes in Impairment allowance for expected credit losses	168,593	-	100	168,593	-	100
Cash flow hedge reserve-SWAP	(344,350)	(407,777)	16	(344,350)	(407,777)	16
Less :Tax expense relating to items that will be reclassified to income statements	269,148	(91,091)	395	270,702	(91,091)	397
A	(459,418)	212,545	(316)	(439,897)	227,599	(293)
Items that will not be reclassified to statement of profit or loss						
Net Gains/(losses) on investments in equity instruments measured at fair value through other comprehensive income	(143,810)	80,253	(279)	(143,810)	80,253	(279)
B	(143,810)	80,253	(279)	(143,810)	80,253	(279)
Total other comprehensive Income after Tax	(603,228)	292,798	(306)	(583,707)	307,852	(290)
Total comprehensive income for the quarter	1,321,930	1,012,400	31	1,471,967	1,150,839	28
attributable to:						
Equity holders of the parent	1,321,930	1,012,400	31	1,456,997	1,149,812	27
Non controlling interests	-	-	-	14,970	1,027	1,358
	1,321,930	1,012,400	31	1,471,967	1,150,839	28

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	BANK			Group		
	Current Year	Previous Year		Current Year	Previous Year	
	As at 31/03/2025	As at 31/12/2024 (Audited)	Change	As at 31/03/2025	As at 31/12/2024 (Audited)	Change
	LKR '000	LKR '000	%	LKR '000	LKR '000	%
Assets						
Cash and cash equivalents	15,974,012	18,037,627	(11)	16,642,369	18,682,376	(11)
Balances with the Central Bank of Sri Lanka	6,756,714	8,053,358	(16)	6,756,714	8,053,358	(16)
Placements with banks	38,830,842	22,098,832	76	38,830,842	22,098,832	76
Derivative financial instruments	872,312	1,146,236	(24)	872,312	1,146,236	(24)
Financial assets recognized through profit or loss measured at fair value	8,988,204	6,776,131	33	12,061,519	9,905,171	22
Financial assets at amortised cost -loans and receivables to other customers	485,234,206	460,707,258	5	485,304,572	460,780,610	5
Financial assets at amortised cost - debt and other instruments	182,669,992	166,190,761	10	183,129,969	166,355,792	10
Financial assets measured at fair value through other comprehensive income	91,843,612	94,245,415	(3)	92,181,816	94,659,106	(3)
Investments in subsidiary companies	1,031,037	1,031,037	-	-	-	-
Investment property	-	-	-	3,107,671	3,107,671	-
Intangible assets	1,702,014	1,766,615	(4)	1,751,266	1,814,985	(4)
Property, plant & equipment	3,191,915	3,147,459	1	4,129,986	4,070,740	1
Right of use assets	1,239,618	1,260,740	(2)	1,297,228	1,337,042	(3)
Current tax assets	-	-	-	31,654	33,727	(6)
Deferred tax Assets	4,666,401	4,158,040	12	4,729,288	4,216,721	12
Other assets	9,415,421	7,066,842	33	9,898,197	7,517,853	32
Total assets	852,416,300	795,686,351	7	860,725,403	803,780,220	7
Liabilities						
Due to banks	4,375,976	4,841,342	(10)	4,375,976	4,841,342	(10)
Derivative financial instruments	74,818	344,586	(78)	74,818	344,586	(78)
Financial liabilities at amortised cost -due to depositors	642,283,242	631,682,926	2	642,006,719	631,081,461	2
Financial liabilities at amortised cost						
- due to debt securities holders	54,735,077	8,002,850	584	54,735,077	8,002,850	584
- due to other borrowers	21,646,996	22,023,798	(2)	21,646,996	22,023,798	(2)
Debt securities issued	34,428,079	33,564,708	3	34,428,079	33,564,708	3
Retirement benefit obligations	1,444,021	1,413,872	2	1,580,958	1,556,937	2
Current tax liabilities	5,775,573	5,204,643	11	6,070,119	5,473,755	11
Deferred tax liabilities	-	-	-	979,368	976,244	0
Other liabilities	10,010,424	10,860,883	(8)	10,497,691	11,630,328	(10)
Dividends payable	853,245	81,988	941	853,245	81,988	941
Total liabilities	775,627,451	718,021,596	8	777,249,046	719,577,997	8
Equity						
Stated capital	22,932,804	21,756,865	5	22,932,804	21,756,865	5
Statutory reserve fund	3,521,479	3,521,479	-	3,521,479	3,521,479	-
Retained earnings	42,278,912	43,501,855	(3)	47,169,007	48,276,283	(2)
Other reserves	8,055,654	8,884,556	(9)	8,378,508	9,188,008	(9)
Total shareholders' equity	76,788,849	77,664,755	(1)	82,001,798	82,742,635	(1)
Non controlling interests	-	-	-	1,474,559	1,459,588	1
Total equity	76,788,849	77,664,755	(1)	83,476,357	84,202,223	(1)
Total liabilities and equity	852,416,300	795,686,351	7	860,725,403	803,780,220	7
Net book value per share (LKR)	180.29	186.91	(4)	192.53	199.13	(3)
Contingent liabilities and commitments	298,607,506	288,292,666	4	298,689,469	288,367,118	4

Certification:

We hereby certify that the above financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

Himali Nandika

Vice President - Finance (Acting)

We, the undersigned, being the Chairman and the Chief Executive Officer of National Development 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.

(b) The information contained in these statements have been extracted from the unaudited financial statements of the Bank and the Group unless indicated as audited.

(Sgd.)

Sriyan Cooray

Director/ Chairman

(Sgd.)

Kelum Edirisinghe

Director/ Chief Executive Officer

STATEMENT OF CHANGES IN EQUITY											
For the quarter ended 31 March	Stated Capital	Statutory reserve fund	Other Reserves					Retained earnings	Total	Non controlling interests	Total equity
			Revaluation reserve	Share based payment reserves	Fair value reserve	Cash flow hedge reserve	Special reserve ISB				
BANK	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Balance as at 01 January 2024	20,738,231	3,046,479	1,501,603	44,479	2,954,169	835,416	-	41,027,500	70,147,877	-	70,147,877
Total comprehensive income for the quarter											
Profit for the quarter	-	-	-	-	-	-	-	719,602	719,602	-	719,602
Other comprehensive income before tax	-	-	-	-	791,666	(407,777)	-	-	383,889	-	383,889
Tax on other comprehensive income	-	-	-	-	(213,422)	122,332	-	-	(91,090)	-	(91,090)
Total comprehensive income for the quarter	-	-	-	-	578,244	(285,445)	-	719,602	1,012,401	-	1,012,401
Transactions with equity holders											
Final dividends for year 2023 - Cash	-	-	-	-	-	-	-	(798,929)	(798,929)	-	(798,929)
Final dividends for year 2023 - Scrip	1,018,634	-	-	-	-	-	-	(1,198,393)	(179,759)	-	(179,759)
Balance as at 31 March 2024	21,756,865	3,046,479	1,501,603	44,479	3,532,413	549,971	-	39,749,780	70,181,590	-	70,181,589
Balance as at 01 January 2025	21,756,865	3,521,479	1,537,818	148,428	2,891,806	292,075	4,014,429	43,501,855	77,664,755	-	77,664,755
Total Comprehensive Income for the quarter											
Profit for the quarter	-	-	-	-	-	-	-	1,925,158	1,925,158	-	1,925,158
Other Comprehensive Income before Tax	-	-	-	-	(696,619)	(344,350)	-	168,593	(872,376)	-	(872,376)
Tax on Other Comprehensive Income	-	-	-	-	165,843	103,305	-	-	269,148	-	269,148
Total comprehensive income for the quarter	-	-	-	-	(530,776)	(241,045)	-	2,093,751	1,321,930	-	1,321,930
Transactions with equity holders											
Issue of Shares	114,396	-	-	(35,306)	-	-	-	-	79,090	-	79,090
Adjustment to share based payment reserves	-	-	-	(21,775)	-	-	-	-	(21,775)	-	(21,775)
Final Dividends for year 2024 - Cash	-	-	-	-	-	-	-	(2,081,455)	(2,081,455)	-	(2,081,455)
Final Dividends for year 2024 - Scrip	1,061,542	-	-	-	-	-	-	(1,248,873)	(187,331)	-	(187,331)
Reversal of dividends declared in prior periods	-	-	-	-	-	-	-	13,637	13,637	-	13,637
Balance as at 31 March 2025	22,932,803	3,521,479	1,537,818	91,347	2,361,030	51,030	4,014,429	42,278,915	76,788,851	-	76,788,849

STATEMENT OF CHANGES IN EQUITY											
For the quarter ended 31 March	Stated Capital	Statutory Reserve Fund	Other Reserves					Retained Earnings	Total	Non Controlling Interests	Total Equity
			Revaluation Reserve	Share Based Payment Reserves	Fair Value Reserve	Cash Flow Hedge Reserve	Special reserve ISB				
GROUP	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	Rs '000	LKR '000	LKR '000
Balance as at 01 January 2024	20,738,231	3,046,479	1,747,711	44,479	2,979,910	835,416	-	45,079,167	74,471,393	1,424,930	75,896,323
Total Comprehensive Income for the quarter											
Profit for the quarter	-	-	-	-	-	-	-	837,651	837,651	5,335	842,986
Other Comprehensive Income before Tax	-	-	-	-	830,761	(407,777)	-	(19,731)	403,253	(4,308)	398,945
Tax on Other Comprehensive Income	-	-	-	-	(213,424)	122,332	-	-	(91,092)	-	(91,092)
Total Comprehensive Income for the quarter	-	-	-	-	617,337	(285,445)	-	817,920	1,149,812	1,027	1,150,839
Transactions with equity holders											
Final Dividends for year 2023 : Cash	-	-	-	-	-	-	-	(798,929)	(798,929)	-	(798,929)
Final Dividends for year 2023 : Scrip	1,018,634	-	-	-	-	-	-	(1,198,393)	(179,759)	-	(179,759)
Balance as at 31 March 2024	20,738,231	3,046,479	1,747,711	44,479	3,597,247	549,971	-	43,899,764	74,642,517	1,425,957	76,068,474
Balance as at 01 January 2024	21,756,865	3,521,479	1,815,166	148,428	2,917,910	292,075	4,014,429	48,276,283	82,742,635	1,459,588	84,202,223
Total Comprehensive Income for the quarter											
Profit for the quarter	-	-	-	-	-	-	-	2,040,559	2,040,559	15,115	2,055,674
Other Comprehensive Income before Tax	-	-	-	-	(678,771)	(344,350)	-	168,857	(854,264)	(145)	(854,409)
Tax on Other Comprehensive Income	-	-	-	-	167,397	103,305	-	-	270,702	-	270,702
Total Comprehensive Income for the quarter	-	-	-	-	(511,374)	(241,045)	-	2,209,416	1,456,997	14,970	1,471,967
Transactions with equity holders											
Issue of Shares	114,396	-	-	(35,306)	-	-	-	-	79,090	-	79,090
Adjustment to share based payment reserves	-	-	-	(21,775)	-	-	-	-	(21,775)	-	(21,775)
Final Dividends for year 2024 - Cash	-	-	-	-	-	-	-	(2,081,455)	(2,081,455)	-	(2,081,455)
Final Dividends for year 2024 - Scrip	1,061,542	-	-	-	-	-	-	(1,248,873)	(187,331)	-	(187,331)
Reversal of dividends declared in prior periods	-	-	-	-	-	-	-	13,637	13,637	-	13,637
Balance as at 31 March 2025	22,932,803	3,521,479	1,815,166	91,347	2,406,536	51,030	4,014,429	47,169,007	82,001,798	1,474,559	83,476,357

STATEMENT OF CASH FLOW				
For the quarter ended 31 March	BANK		GROUP	
	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000
Cash flows from operating activities				
Interest received	21,382,853	30,658,712	21,426,547	30,702,304
Fee based income received	1,755,911	1,869,741	2,272,535	2,320,985
Dividend income received	72,000	-	75,480	1,747
Other Operating income received	790,515	(957,119)	810,836	(925,191)
Interest paid	(11,173,079)	(17,655,358)	(11,170,428)	(17,655,295)
Personnel costs paid	(2,230,519)	(2,025,003)	(2,375,130)	(2,196,239)
Other expenses paid	(2,234,993)	(1,877,669)	(2,554,559)	(2,121,260)
Operating profit before changes in operating assets and liabilities	8,362,688	10,013,304	8,485,281	10,127,051
(Increase)/decrease in operating assets				
Deposits held for regulatory or monetary control purposes	1,296,644	(1,066,591)	1,296,644	(1,066,591)
Financial Assets at amortised cost -loans and receivables to other customers	(27,508,359)	5,307,250	(27,508,359)	5,307,250
Net (increase)/decrease in operating assets	(2,405,047)	1,383,125	(2,222,266)	1,257,563
(Increase)/decrease in operating liabilities				
Financial liabilities at amortised cost - due to depositors	10,818,650	1,293,194	11,143,592	1,438,898
Financial liabilities at amortised cost - due to debt securities holders	46,732,227	(12,848,990)	46,732,227	(12,848,990)
Financial liabilities at amortised cost - due to other borrowers	(1,275,177)	(9,155,418)	(1,275,177)	(9,155,418)
Repayment of principal portion of lease liabilities	(127,791)	(120,848)	(139,927)	(127,279)
Net increase/(decrease) in other liabilities	265,892	(1,395,468)	(176,390)	(1,076,566)
Net cash generated/(used in) from operating activities before taxation	36,159,727	(6,590,442)	36,335,625	(6,144,082)
Tax on Financial Services paid	(2,157,899)	(537,690)	(2,157,899)	(537,690)
Income taxes paid	(948,197)	(615,806)	(1,031,546)	(688,456)
Net cash generated/(used in) from operating activities	33,053,631	(7,743,938)	33,146,180	(7,370,228)
Cash flows from investing activities				
Net changes in financial investments	(17,150,089)	(16,081,613)	(17,178,755)	(16,131,702)
Purchase of Intangible assets	-	(104,799)	(8,416)	(112,607)
Purchase of property, plant & equipment	(168,295)	(56,073)	(200,154)	(74,560)
Proceeds from sale of property, plant & equipment	3,587	3,074	3,587	3,074
Net cash generated /(used in) from investing activities	(17,314,797)	(16,239,411)	(17,383,738)	(16,315,795)
Cash flows from financing activities				
Proceeds from issue of ordinary of shares	114,396	-	114,396	-
Interest paid on debts securities issued	(133,041)	(58,398)	(133,041)	(58,398)
Dividends paid to shareholders of the Bank	(1,016,729)	-	(1,016,729)	-
Net cash provided by /(used in) financing activities	(1,035,374)	(58,398)	(1,035,374)	(58,398)
Net increase in cash and cash equivalents	14,703,460	(24,041,747)	14,727,068	(23,744,421)
Cash and cash equivalents at the beginning of the quarter	40,136,459	61,844,117	40,781,208	62,324,278
Cash and cash equivalents at the end of the quarter	54,839,919	37,802,370	55,508,276	38,579,857
Reconciliation of cash and cash equivalents				
Cash and cash equivalents	15,974,012	13,099,775	16,642,369	13,877,262
Placements with banks	38,830,842	24,680,629	38,830,842	24,680,629
Cash and cash equivalents at the end of the quarter (Net)	54,804,854	37,780,404	55,473,211	38,557,891
Add: Impairment allowance	35,065	21,966	35,065	21,966
Cash and cash equivalents at the end of the quarter (Gross)	54,839,919	37,802,370	55,508,276	38,579,857

SEGMENTAL ANALYSIS- GROUP										
For the quarter ended 31 March										
	Banking		Capital Markets		Property Investment		Others		Consolidated	
	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000
Revenue										
Interest Income	20,359,139	24,065,621	61,622	40,146	-	-	-	-	20,420,761	24,105,767
Fee and commission income	1,779,674	1,800,322	437,669	391,139	49,223	34,867	13,146	8,385	2,279,711	2,234,713
Net gain/(loss) from trading	326,467	316,921	-	-	-	-	-	-	326,467	316,921
Net gain/(loss) from financial assets at fair value through profit or loss	(22,724)	(39,440)	(16,836)	58,957	-	-	-	-	(39,560)	19,517
Net gains/(losses) from derecognition of financial assets - Fair Value through Profit or Loss	45,186	419,365	11,966	-	-	-	-	-	57,152	419,365
Net gains/(losses) from derecognition of financial assets - Fair Value Through Other Comprehensive Income	186,986	710,403	78	-	-	-	-	-	187,064	710,403
Other Operating Income	306,448	(1,198,835)	3,264	12,631	-	-	-	-	309,712	(1,186,204)
Total revenue from external customers	22,981,176	26,074,357	497,763	502,873	49,222	34,867	13,146	8,385	23,541,308	26,620,482
Inter-segment Revenue	-	-	16,738	17,228	17,404	19,045	-	-	34,141	36,273
Total Revenue	22,981,176	26,074,357	514,501	520,101	66,626	53,912	13,146	8,385	23,575,449	26,656,755
<u>Impairment (charge) /reversal for</u>										
Unwinding Impact of the debt restructuring	457,483	-	-	-	-	-	-	-	457,483	-
Loans & other losses	(2,632,345)	(4,356,479)	-	-	-	-	-	-	(2,632,345)	(4,356,479)
Segment expenses	(16,806,040)	(19,859,403)	(361,149)	(369,746)	(4,528)	(5,153)	(4,146)	(16,695)	(17,175,863)	(20,250,998)
Total segment expenses	(18,980,902)	(24,215,882)	(361,149)	(369,746)	(4,528)	(5,153)	(4,146)	(16,695)	(19,350,727)	(24,607,477)
Inter-segment expenses	-	-	-	-	-	-	-	-	-	-
Segment results	4,000,274	1,858,475	153,352	150,354	62,098	48,759	8,999	(8,309)	4,224,722	2,049,278
Income tax expenses	-	-	-	-	-	-	-	-	1,105,349	560,774
Taxes on financial services	-	-	-	-	-	-	-	-	1,063,699	645,518
Profit after taxation									2,055,674	842,986
Other information										
Segment assets	852,402,802	757,314,998	4,197,229	3,547,303	4,064,582	3,619,481	60,789	97,549	860,725,403	788,447,801
Consolidated total assets									860,725,403	788,447,801
Segment liabilities	775,342,872	686,708,903	924,101	873,459	957,588	897,995	24,483	30,500	777,249,045	717,708,461
Consolidated total liabilities									777,249,046	717,708,461
Segmental Cash flows										
Cash flows from operating activities	33,053,631	(7,743,939)	95,989	419,021	10,056	(21,302)	(13,497)	(24,008)	33,146,180	297,382
Cash flows from investing activities	(17,314,797)	(16,262,976)	(8,210)	(70,911)	(60,731)	(5,473)	-	-	(17,383,738)	(9,150,752)
Cash flows from financing activities	(1,035,374)	(58,398)	-	-	-	-	-	-	(1,035,374)	(685,653)

Notes to the Financial Statements

- 1 The figures are extracted from the unaudited financial statements of the Bank and the Group.
The financial statements of the Bank and the Group have been prepared based on the accounting policies and methods which is in line with the requirements of Sri Lanka Accounting Standards (SLFRS / LKAS) 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.
- 2 These Financial Statements also comply with Sri Lanka Accounting Standard (LKAS) 34 - "Interim Financial Reporting" and provided the information as required in terms of Rule 7.4 of the Colombo Stock Exchange and Circular No 05 of 2024 of Central Bank of Sri Lanka.
- 3 **Expected Credit Losses**
The Bank assessed the Expected Credit Losses (ECL) of credit facilities based on two approaches of individual and collective basis. The customers who have been identified as individually significant were assessed under individual basis and they were staged based on the identified indicators of increase in credit risks.
The Expected Credit Losses assessed on collective impairment approach were based on Probability of Default (PD), Loss Given Default (LGD) and the Economic Factor Adjustment (EFA) by applying the recent forecasts and projections. Further, the Bank has accounted for management overlays to mitigate any expected losses by downgrading the staging of facilities included in the identified risk elevated industries where necessary to capture significant increases in credit risk due to stressed economic conditions.
- 4 From total debt investment portfolio ,the Bank has reclassified the Debt portfolio amounting to LKR 37.7 Bn, consisting of Sri Lanka Government Treasury Bonds of LKR 32.6 Bn and Sri Lanka USD Sovereign Bonds of USD 14 Mn held as "Fair Value through Other Comprehensive Income" to "Amortised cost" with effect from 01 April 2022. This reclassification is a one-time event in accordance with the Statement of Alternative Treatment (SoAT) on reclassification of debt portfolio issued by the Institute of Chartered Accountants of Sri Lanka and in line with the requirements of the SLFR 9-Financial Instruments paragraph 5.6.5. Sri Lanka USD Sovereign Bonds has been restructured in December 2024.
If these investments continued to be carried at fair value through other comprehensive income, the fair value of the remaining portfolio as at 31 March 2025 would have amounted to LKR 3.6 Bn and would have resulted in the recognition of fair value gain of LKR 45 Mn in other comprehensive income during the quarter.
- 5 **Dividends**
On 03 March 2025, the Board of Directors approved and declared a final Dividend of LKR 8.00 per share, of which LKR 5.00 was in the form of cash dividend and the balance LKR 3.00 was in the form of scrip dividend for the financial year ended 31 December 2024 . Accordingly 9,415,842 ordinary voting shares have been listed as scrip dividends on 24 March 2025. As a result, the stated capital of the Bank increased to LKR 22.9 Bn (31 December 2024 - LKR 21.7 Bn).
- 6 There were no other events that require adjustment to the Financial Statements or disclosure in the Financial Statements that has occurred subsequent to the date of the Statement of the Financial Position of the Bank and the Group .

Notes to the Financial Statements

7. ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT AS AT 31 MARCH 2025

7.1 Product wise Gross Loans and Receivables

	Bank		Group	
	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000
7.1 Product wise Gross Loans and Receivables				
By product-Domestic Currency				
Term loans	100,022,822	100,672,026	100,022,822	100,672,026
Medium and short term loans	94,656,043	84,404,438	94,656,043	84,404,438
Overdrafts	57,956,832	59,944,846	57,956,832	59,944,846
Trade Finance	20,316,412	18,928,605	20,316,412	18,928,605
Consumer loans	49,798,372	46,510,957	49,798,372	46,510,957
Lease rentals receivable and Hire Purchase	23,798,685	22,666,898	23,798,685	22,666,898
Housing loans	17,129,818	16,885,775	17,129,818	16,885,775
Pawning	18,393,842	16,370,797	18,393,842	16,370,797
Islamic Banking facilities	11,056,105	10,003,994	11,056,105	10,003,994
Credit cards	8,895,488	8,670,182	8,895,488	8,670,182
AF Loans	1,859,496	1,916,540	1,859,496	1,916,540
Staff loans	3,303,438	3,292,370	3,373,804	3,365,722
Sub total	407,187,354	390,267,428	407,257,720	390,340,780
By product-Foreign Currency				
Term loans	44,453,832	38,617,146	44,453,832	38,617,146
Overdrafts	7,239,320	7,357,932	7,239,320	7,357,932
Medium and short term loans	28,183,740	26,288,947	28,183,740	26,288,947
Trade Finance	40,382,833	39,341,594	40,382,833	39,341,594
Islamic Banking facilities	7,734,296	7,861,113	7,734,296	7,861,113
Housing loans	37,355	42,870	37,355	42,870
Sub total	128,031,376	119,509,603	128,031,376	119,509,603
Total	535,218,730	509,777,031	535,289,096	509,850,383

7.2 Product wise commitments and contingencies considered for Impairment

By product- Domestic Currency

	Bank		Group	
	As at	As at	As at	As at
	31/03/2025	31/12/2024	31/03/2025	31/12/2024
	LKR '000	LKR '000	LKR '000	LKR '000
7.2 Product wise commitments and contingencies considered for Impairment				
By product- Domestic Currency				
Guarantees	33,836,536	41,450,872	33,731,749	41,046,086
Performance Bonds	8,151,752	8,185,025	8,151,752	8,185,025
Documentary Credits	837,459	935,008	837,459	935,008
Acceptances	571,012	391,671	571,012	391,671
Undrawn commitments	153,224,442	145,480,200	152,974,442	145,230,200
Sub Total	196,621,201	196,442,776	196,266,414	195,787,990
By product- Foreign Currency				
Guarantees	4,346,789	4,022,566	4,346,789	4,022,566
Performance Bonds	2,459,625	2,602,881	2,459,625	2,602,881
Documentary Credits	16,857,048	8,922,803	16,857,048	8,922,803
Acceptances	7,255,048	8,301,696	7,255,048	8,301,696
Undrawn commitments	1,309,790	1,160,231	1,746,540	1,889,469
Sub Total	32,228,300	25,010,177	32,665,050	25,739,415
Total	228,849,501	221,452,953	228,931,464	221,527,405

Gross loans and advances .Commitments and Contingencies

	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000
Gross loans and advances ,Commitments and Contingencies	764,068,231	731,229,984	764,220,560	731,377,788
(Less): Accumulated impairment under stage 1	6,514,238	6,095,524	6,514,238	6,095,524
Accumulated impairment under stage 2	4,806,478	5,394,651	4,806,478	5,394,651
Accumulated impairment under stage 3	40,313,530	39,443,878	40,313,530	39,443,878
Net value of loans and advances, commitments and contingencies	712,433,985	680,295,931	712,586,314	680,443,735

	Bank		Group	
	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000
7.3 Movement of impairment during the period				
Under stage 1				
Balance at 1 January	6,095,524	4,751,122	6,095,524	6,095,524
Charge/(Write back) to Statement of Profit or Loss	418,714	1,344,402	418,714	1,344,402
Write-off during the period	-	-	-	-
Closing balance	6,514,238	6,095,524	6,514,238	7,439,926
Under stage 2				
Balance at 1 January	5,394,651	6,307,902	5,394,651	5,394,651
Charge/(Write back) to Statement of Profit or Loss	(588,173)	(913,251)	(588,173)	(913,251)
Write-off during the period	-	-	-	-
Closing balance	4,806,478	5,394,651	4,806,478	4,481,400
Under stage 3				
Balance at 1 January	39,443,878	34,009,586	39,443,878	39,443,878
Charge/(Write back) to Statement of Profit or Loss	2,604,345	12,854,071	2,604,345	12,854,071
Write-off during the period	(1,734,693)	(7,419,779)	(1,734,693)	(7,419,779)
Other movement	-	-	-	-
Closing balance	40,313,530	39,443,878	40,313,530	44,878,170

8. ANALYSIS OF DEPOSITS	Bank		Group	
	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000	As at 31/03/2025 LKR '000	As at 31/12/2024 LKR '000
Due to Other Customers - By product				
By product-Domestic Currency				
Demand deposits	43,950,562	42,852,398	43,928,873	42,804,180
Savings deposits	89,845,621	81,378,640	89,753,703	81,016,288
Time deposits	345,286,033	346,074,563	345,150,435	345,910,656
Other deposits	1,314,666	997,857	1,314,666	997,857
Sub total	480,396,882	471,303,458	480,147,677	470,728,981
By product- Foreign Currency				
Demand deposits	8,918,475	10,270,852	8,918,475	10,269,393
Savings deposits	22,127,404	22,109,701	22,105,342	22,089,374
Time deposits	130,513,552	127,545,145	130,508,296	127,539,942
Other deposits	326,930	453,770	326,930	453,770
Sub total	161,886,360	160,379,468	161,859,042	160,352,480
Total	642,283,242	631,682,926	642,006,719	631,081,461

Selected Performance Indicators (As per regulatory Reporting)	BANK		GROUP	
	As at 31/03/2025	As at 31/12/2024	As at 31/03/2025	As at 31/12/2024
Regulatory Capital Adequacy (LKR '000)				
Common Equity Tier 1 Capital	58,757,791	62,094,115	62,978,121	66,298,084
Tier 1 Capital	58,757,791	62,094,115	62,978,121	66,298,084
Total Capital	81,932,084	86,665,636	86,063,520	90,776,819
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital Ratio (Minimum Requirement - 7%)	12.16	13.68	12.72	14.24
Tier 1 Capital Ratio (Minimum Requirement - 8.5%)	12.16	13.68	12.72	14.24
Total Capital Ratio (Minimum Requirement - 12.5%)	16.95	19.09	17.39	19.50
Basel III Leverage Ratio (Minimum Requirement - 3%)	6.60	7.46	7.01	7.89
Regulatory Liquidity				
Liquidity Coverage Ratio (%) – Rupee (Minimum Requirement 100%)	392.64	358.12	N/A	N/A
Liquidity Coverage Ratio (%) – All Currency (Minimum Requirement 100%)	341.38	308.26	N/A	N/A
Net stable Funding Ratio (%) (Minimum Requirement 100%)	133.22	152.43	N/A	N/A
Asset Quality (Quality of the Loan Portfolio)				
Impaired Loans (Stage 3) to Total Loans Ratio (%)	5.53	5.18	5.53	5.18
Impairment (stage 3) to Stage 3 loans Ratio (%)	53.26	54.48	53.26	54.48
Income and Profitability				
Earnings Per Share (annualised) (LKR)	18.18	21.73	19.70	23.57
Return on Equity (%)	10.03	12.22	10.19	12.46
Return on Average Assets (after Tax (%)	0.94	1.15	1.01	1.23
Return on Average Assets (before Tax (%)	1.92	3.09	2.04	3.23
Net interest margin (%)	3.92	4.34	3.92	4.34
Cost to Income Ratio (%)	41.75	36.91	42.71	38.04
Debt Security - Related Ratios				
Interest Cover (Times)	1.64	1.64	1.65	1.64
Debt to Equity (Times)	9.86	9.01	9.23	8.45
Memorandum Information				
Credit Rating	A(lka) / Stable Outlook	A(lka) / Stable Outlook	N/A	N/A
Number of Employees	2,993	2,920	N/A	N/A
Number of Branches	113	113	N/A	N/A

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 MARCH 2025 - BANK (LKR '000)					
	At fair value through profit or loss	At amortised cost	At fair value through Other comprehensive income	Others	Total
ASSETS					
Cash and cash equivalents	-	15,974,012	-	-	15,974,012
Balances with the Central Bank of Sri Lanka	-	6,756,714	-	-	6,756,714
Placements with banks	-	38,830,842	-	-	38,830,842
Derivative Financial Instruments	872,312	-	-	-	872,312
Financial assets recognized through profit or loss measured at fair value	8,988,204	-	-	-	8,988,204
Financial assets at amortised cost -loans and receivables to other customers	-	485,234,206	-	-	485,234,206
Financial Assets at amortised cost - debt and other instruments	-	182,669,992	-	-	182,669,992
Financial assets measured at fair value through other comprehensive income	-	-	91,843,612	-	91,843,612
Other Financial Assets	-	1,582,977	-	-	1,582,977
Total Financial Assets	9,860,516	731,048,743	91,843,612	-	832,752,871
LIABILITIES					
Due to Banks	-			4,375,976	4,375,976
Derivative Financial Instruments	74,818			-	74,818
Financial Liabilities at amortised cost -due to depositors	-			642,283,242	642,283,242
Financial Liabilities at amortised cost					
- due to debt securities holders	-			54,735,077	54,735,077
- due to other borrowers	-			21,646,996	21,646,996
Debt securities issued	-			34,428,079	34,428,079
Other Financial Liabilities	-			3,162,324	3,162,324
Total Financial Liabilities	74,818			760,631,694	760,706,512
MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 MARCH 2025 - GROUP (LKR '000)					
	At fair value through profit or loss	At amortised cost	At fair value through Other comprehensive income	Others	Total
ASSETS					
Cash and cash equivalents	-	16,642,369	-	-	16,642,369
Balances with the Central Bank of Sri Lanka	-	6,756,714	-	-	6,756,714
Placements with banks	-	38,830,842	-	-	38,830,842
Derivative Financial Instruments	872,312	-	-	-	872,312
Financial assets recognized through profit or loss measured at fair value	12,061,519	-	-	-	12,061,519
Financial assets at amortised cost -loans and receivables to other customers	-	485,304,572	-	-	485,304,572
Financial Assets at amortised cost - debt and other instruments	-	183,129,969	-	-	183,129,969
Financial Assets measured at fair value through Other comprehensive income	-	-	92,181,816	-	92,181,816
Other Financial Assets	-	1,857,613	-	-	1,857,613
Total Financial Assets	12,933,831	732,522,079	92,181,816	-	837,637,726
LIABILITIES					
Due to Banks	-			4,375,976	4,375,976
Derivative Financial Instruments	74,818			-	74,818
Financial Liabilities at amortised cost -due to depositors	-			642,006,719	642,006,719
Financial Liabilities at amortised cost					
- due to debt securities holders	-			54,735,077	54,735,077
- due to other borrowers	-			21,646,996	21,646,996
Debt securities issued	-			34,428,079	34,428,079
Other Financial Liabilities	-			3,599,771	3,599,771
Total Financial Liabilities	74,818			760,792,618	760,867,436

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 DECEMBER 2024 - BANK (LKR '000)

	At fair value through profit or loss	At amortised cost	comprehensive income	Others	Total
ASSETS					
Cash and cash equivalents	-	18,037,627	-	-	18,037,627
Balances with the Central Bank of Sri Lanka	-	8,053,358	-	-	8,053,358
Placements with banks	-	22,098,832	-	-	22,098,832
Derivative Financial Instruments	1,146,236	-	-	-	1,146,236
Financial assets recognized through profit or loss measured at fair value	6,776,131	-	-	-	6,776,131
Financial assets at amortised cost -loans and receivables to other customers	-	460,707,258	-	-	460,707,258
Financial Assets at amortised cost - debt and other instruments	-	166,190,761	-	-	166,190,761
Financial assets measured at fair value through other comprehensive income	-	-	94,245,415	-	94,245,415
Other Financial Assets	-	1,046,533	-	-	1,046,533
Total Financial Assets	7,922,367	676,134,369	94,245,415	-	778,302,151

LIABILITIES

	At fair value through profit or loss	Amortized cost	Total
Due to Banks	-	4,841,342	4,841,342
Derivative Financial Instruments	344,586	-	344,586
Financial Liabilities at amortised cost -due to depositors	-	631,682,926	631,682,926
Financial Liabilities at amortised cost			
- due to debt securities holders	-	8,002,850	8,002,850
- due to other borrowers	-	22,023,798	22,023,798
Debt securities issued	-	33,564,708	33,564,708
Other Financial Liabilities	-	2,467,698	2,467,698
Total Financial Liabilities	344,586	702,583,322	702,927,908

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 DECEMBER 2024 - GROUP (LKR '000)

	At fair value through profit or loss	At amortised cost	At fair value through Other comprehensive income	Others	Total
ASSETS					
Cash and cash equivalents	-	18,682,376	-	-	18,682,376
Balances with the Central Bank of Sri Lanka	-	8,053,358	-	-	8,053,358
Placements with banks	-	22,098,832	-	-	22,098,832
Derivative Financial Instruments	1,146,236	-	-	-	1,146,236
Financial assets recognized through profit or loss measured at fair value	9,905,171	-	-	-	9,905,171
Financial assets at amortised cost -loans and receivables to other customers	-	460,780,610	-	-	460,780,610
Financial Assets at amortised cost - debt and other instruments	-	166,355,792	-	-	166,355,792
Financial Assets measured at fair value through Other comprehensive income	-	-	94,659,106	-	94,659,106
Other Financial Assets	-	1,321,169	-	-	1,321,169
Total Financial Assets	11,051,407	677,292,137	94,659,106	-	783,002,650

LIABILITIES

	At fair value through profit or loss	Amortized cost	Total
Due to Banks	-	4,841,342	4,841,342
Derivative Financial Instruments	344,586	-	344,586
Financial Liabilities at amortised cost -due to depositors	-	631,081,461	631,081,461
Financial Liabilities at amortised cost			
- due to debt securities holders	-	8,002,850	8,002,850
- due to other borrowers	-	22,023,798	22,023,798
Debt securities issued	-	33,564,708	33,564,708
Other Financial Liabilities	-	2,905,145	2,905,145
Total Financial Liabilities	344,586	702,419,304	702,763,890

FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair Values of Financial Instruments are determined according to the following hierarchy as described below:

Level 1 - quoted market price (unadjusted): financial instruments with quoted prices in active markets

Level 2 - valuation techniques using observable inputs: financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments are valued using models where all significant inputs are observable.

Level 3 - valuation techniques with significant unobservable inputs: This category includes all instruments valued using valuation techniques where one or more significant inputs are unobservable.

There were no material transfers between levels of fair value hierarchy during the current period of 2025. The Bank did not changed the valuation models and assumptions used to measure the fair values of Level 03 financial instruments during the year ended 31 December 2024.

FINANCIAL ASSETS & LIABILITIES MEASURED AT FAIR VALUE - FAIR VALUE HIERARCHY

Bank	2025				2024			
	Fair Value Measurement Using				Fair Value Measurement Using			
	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
	31/03/2025 LKR '000	31/03/2025 LKR '000	31/03/2025 LKR '000	31/03/2025 LKR '000	31/12/2024 LKR '000	31/12/2024 LKR '000	31/12/2024 LKR '000	31/12/2024 LKR '000
Financial Assets								
Derivative Financial Instruments	-	872,312	-	872,312	-	1,146,236	-	1,146,236
Financial assets recognized through profit or loss measured at fair value	8,988,204	-	-	8,988,204	6,776,131	-	-	6,776,131
Financial assets measured at fair value through other comprehensive income	86,649,891	5,026,008	167,713	91,843,612	89,393,791	5,222,888	167,713	94,245,415
Total Financial Assets	95,638,095	5,898,320	167,713	101,704,128	96,169,922	6,369,124	167,713	102,167,782
Financial Liabilities								
Derivative Financial Instruments	-	74,818	-	74,818	-	344,586	-	344,586
Total Financial Liabilities	-	74,818	-	74,818	-	344,586	-	344,586

Group	2025				2024			
	Fair Value Measurement Using				Fair Value Measurement Using			
	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
	31/03/2025 LKR '000	31/03/2025 LKR '000	31/03/2025 LKR '000	31/03/2025 LKR '000	31/12/2024 LKR '000	31/12/2024 LKR '000	31/12/2024 LKR '000	31/12/2024 LKR '000
Financial Assets								
Derivative Financial Instruments	-	872,312	-	872,312	-	1,146,236	-	1,146,236
Financial assets recognized through profit or loss measured at fair value	11,509,630	-	551,889	12,061,519	9,353,282	-	464,042	9,905,171
Financial assets measured at fair value through other comprehensive income	86,815,454	5,198,649	167,713	92,181,816	89,856,944	5,381,379	167,713	94,659,106
Total Financial Assets	98,325,084	6,070,961	719,602	105,115,647	99,210,226	5,942,173	631,755	105,710,513
Financial Liabilities								
Derivative Financial Instruments	-	74,818	-	74,818	-	344,586	-	344,586
Total Financial Liabilities	-	74,818	-	74,818	-	344,586	-	344,586

SHARE INFORMATION
SHARE PRICE

As at	31/03/2025	31/12/2024
Number of shares	425,917,899	415,513,426
Last traded price (LKR)	107.00	113.25
For the quarter ended	31/03/2025	31/12/2024
Highest price per share (LKR)	134.00	114.00
Lowest price per share (LKR)	99.50	76.00

TOP 20 REGISTERED SHAREHOLDERS OF NATIONAL DEVELOPMENT BANK PLC AS AT 31.03.2025

	Name	Number of Shares	%
1	STANDARD CHARTERED BANK MAURITIUS S/A NORFUND	42,448,674	9.97
2	EMPLOYEE'S PROVIDENT FUND	40,384,935	9.48
3	BANK OF CEYLON NO. 1 ACCOUNT	33,772,098	7.93
4	RICHARD PIERIS AND CO LTD A/C NO.01	26,362,399	6.19
5	SRI LANKA INSURANCE CORPORATION LTD-GENERAL FUND	25,823,505	6.06
6	SRI LANKA INSURANCE CORPORATION LTD-LIFE FUND	21,469,210	5.04
7	SOFTLOGIC LIFE INSURANCE PLC ACCOUNT NUMBER 03/LIFE SHAREHOLDERS FUND	20,607,541	4.84
8	EMPLOYEES TRUST FUND BOARD	14,412,776	3.38
9	BNYM RE-TERRA GLOBAL OPPORTUNITY FUND, L.P	13,615,405	3.20
10	DR.S.YADDEHIGE	11,974,368	2.81
11	HATTON NATIONAL BANK PLC A/C NO 1	11,778,400	2.77
12	PERPETUAL TREASURIES LIMITED	10,395,291	2.44
13	SBI VEN HOLDINGS PTE LTD	10,314,556	2.42
14	COMMERCIAL BANK OF CEYLON PLC/METROCORP (PVT) LTD	9,036,816	2.12
15	SOFTLOGIC LIFE INSURANCE PLC-A/C NO. 05 (NON-PARTICIPATING FUND)	7,492,490	1.76
16	AKBAR BROTHERS PVT LTD A/C NO 1	5,920,204	1.39
17	ACUITY PARTNERS (PVT) LIMITED/MR.ELAYATHAMBY THAVAGNANASOORIYAM/MR.ELAYATHAMBY THAVAGNANASUNDARAM	5,210,252	1.22
18	ARPICO INSURANCE PLC-SHARE HOLDERS	4,039,426	0.95
19	SOFTLOGIC LIFE INSURANCE PLC-A/C NO. 04 (PARTICIPATING FUND)	3,611,014	0.85
20	PEOPLE'S LEASING & FINANCE PLC/MR. D. SCHAFFTER	3,429,114	0.81

PUBLIC HOLDING PERCENTAGE

	As at 31/03/2025
Float adjusted Market Capitalization in LKR ('000)	37,237,874
Percentage of shares held by the public	81.71%
Number of public shareholders	12,713
Option under which the Bank complies with the minimum Public Holding requirement	Option 1

DIRECTORS' INTEREST IN SHARES OF NDB AS AT 31.03.2025

Name	No. of shares
MR. SRIYAN COORAY	-
MR. BERNARD SINNIH	-
MR. SUJEEWA MUDALIGE	-
MR. KUSHAN D'ALWIS, PC	-
MS. (FAY) PIYACHATR CHETNAKARNKUL	-
MS. KASTURI CHELLARAJA	-
MS. SHWETA PANDEY	-
MR. HASITHA PREMARATNE	-
MR. KELUM EDIRISINGHE	-

Rated unsecured subordinated redeemable debentures

INFORMATION ON DEBENTURES- BANK											
Type of Debenture	CSE Listing	Interest payable frequency	Balance as at 31 March 2025 LKR mn	Market Value			Interest Rate		Interest rate of comparable Govt. Security %	Other ratios as at last trade	
				Highest LKR	Lowest LKR	Period end LKR	Coupon Rate %	Effective Annual Yield %		Interest Yield %	Yield To Maturity %
Fixed rate - Debenture December 2024 A- Dec 2024/Dec 2029 B- Dec 2024/Dec 2029	Listed	Annually Quarterly	4,707 468	Not traded during the quarter Not traded during the quarter			13.00 12.41	13.00 13.00	10.75	Not traded during the quarter Not traded during the quarter	
Fixed rate - Debenture September 2024 A- Sep 2024/Sep 2029 B- Sep 2024/Sep 2029 C- Sep 2024/Sep 2029	Listed	Annually Semi-annually Quarterly	4,183 822 268	Not traded during the quarter Not traded during the quarter Not traded during the quarter			13.25 12.84 12.64	12.51 12.50 12.52	12.98	Not traded during the quarter Not traded during the quarter Not traded during the quarter	
Fixed rate - Debenture December 2023 A- Dec 2023/Dec 2028 B - Dec 2023/Dec 2028	Listed Listed	Annually Quarterly	3,472 1,675	Not traded during the quarter Not traded during the quarter			15.00 14.22	14.05 14.05	14.52	Not traded during the quarter Not traded during the quarter	
Fixed rate - Debenture November 2021 A- Nov 2021/Nov 2026 B- Nov 2021/Nov 2028	Listed	Semi-annually Semi-annually	8,198 121	Not traded during the quarter Not traded during the quarter			11.90 12.00	11.66 11.73	11.14 11.61	Not traded during the quarter Not traded during the quarter	
Fixed rate - Debenture September 2020 Sep 2020/ Sep 2025	Listed	Annually	6,808	Not traded during the quarter			9.50	9.16	6.57	Not traded during the quarter	
Fixed rate - Debenture December 2013 D - Dec 2013/Dec 2025	Listed	Annually	3,706	Not traded during the quarter			14.00	13.26	12.09	Not traded during the quarter	
Total Debentures			34,428								

Rated unsecured subordinated redeemable debentures
Disclosures regarding the utilization of funds as per the objectives stated in the Debenture Prospectus

Debenture Issue - December 2024 (Tranche II)

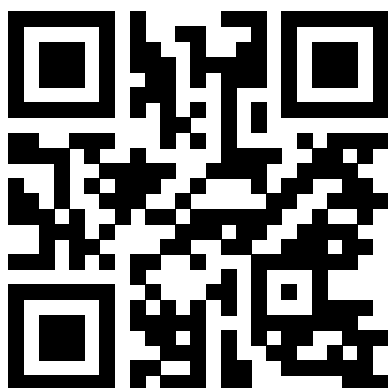
Objective number	Objective as per Prospectus	Amount allocated as per Prospectus in LKR	Proposed date of utilization as per Prospectus	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested
1	Improve and further strengthen the Capital Adequacy Ratio (CAR) in line with the Basel III guidelines	5,000,000,000	Within 24 months from the date of allotment (i.e. by 2 December 2026)	5,000,000,000	100%	5,000,000,000	100%	-
2	Facilitate future expansion of business activities of the Bank	5,000,000,000	Within 24 months from the date of allotment (i.e. by 2 December 2026)	5,000,000,000	100%	5,000,000,000	100%	-

Important Dates - 1Q 2025 - Financial Results Release

Event	Date
Financial statements released to the Colombo Stock Exchange, together with a Performance Commentary	14 May 2025
Investor Webinar	Not held for this quarter
Updates to the investor relations web page within the Bank's corporate website www.ndbbank.com	14 May 2025
Edited Transcript and video playback of the Investor webinar released/uploaded to the Bank's website	NA for this quarter
Financial statements published in selected newspapers in the three languages of Sinhala, Tamil and English	29 May 2025

Corporate Information

Name National Development Bank PLC Legal Form Established under the National Development Bank of Sri Lanka Act No. 02 of 1979 and incorporated as a Company under the Companies Act No. 17 of 1982 and re-registered under the Companies Act No. 07 of 2007 and also licensed as a Licensed Commercial Bank in terms of the Banking Act No. 30 of 1988 as amended from time to time.	Head Office/Registered Office No. 40, Nawam Mawatha, Colombo 02 Tel: +94 11 2448448 Fax: +94 11 2341044 SWIFT Code: NDBSLKLX Web Page: www.ndbbank.com E-mail: contact@ndbbank.com VAT Registration No.: 409000266-7000 Credit Rating: Long-term National Rating: A(lka) / Stable Outlook Fitch Ratings Lanka Limited
Registration No. PQ 27 Accounting Year End 31 December	Auditors M/s Ernst & Young, Rotunda Towers, No. 109, Galle Road, Colombo 03 Company Secretary: Ms. Shehani Ranasinghe Compliance Officer: Ms. Vidisha Jayawardena
Board of Directors Mr. Sriyan Cooray - Chair, Board of Directors Mr. Kelum Edirisinghe - Director/Chief Executive Officer Mr. Bernard Sinniah - Director Mr. Sujeewa Mudalige - Director Mr. Kushan D'Alwis, PC - Director Ms.(Fay) Piyachat Chetnakarnkul - Director Ms. Kasturi Chellaraja - Director Ms. Shweta Pandey - Director Mr. Hasitha Premaratne- Director	Subsidiary Companies NDB Capital Holdings Limited NDB Capital Limited (Bangladesh) Development Holdings (Private) Limited NDB Investment Bank Limited NDB Wealth Management Limited NDB Securities (Private) Limited NDB Zephyr Partners Limited (Mauritius) NDB Zephyr Partners Lanka (Private) Limited Ayojana Fund (Private) Limited (Under liquidation)
Investor Relations - Contact Details	
Company Secretarial Unit Ms. Shehani Ranasinghe Vice President - Company Secretary Email: shehani.ranasinghe@ndbbank.com Tel.: +94 (0)11 2448448 Ext: 35013	Investor Relations Team Ms. Himali Nandika Assistant Vice President - Finance Email: himali.nandika@ndbbank.com investor.relations@ndbbank.com Tel.: +94(0)112448448 Ext: 35304



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