

SMB FINANCE PLC

PUBLICATION OF FINANCIAL STATEMENTS AS PER SECTION 29 (5) OF THE FINANCE BUSINESS ACT NO. 42 OF 2011

Key Financial Data for the Period Ended June 30 (Unaudited)				
In Rupees Millions	Current Period		Previous Period	
	From 01.01.2025 to 30.06.2025	As a % of Interest Income	From 01.01.2024 to 30.06.2024	As a % of Interest Income
Interest Income	299	100.0%	266	100.0%
Interest Expenses	(97)	32.4%	(79)	29.8%
Net Interest Income	202	67.6%	187	70.2%
Fee and Commission Income	7	2.5%	7	2.8%
Gains / (losses) From Trading Activities	-	0.0%	-	0.0%
Other Income	9	3.1%	2	0.7%
Operating Expenses (excluding impairment)	(189)	63.2%	(147)	55.4%
Impairment	41	13.7%	1	0.5%
Profit / (Loss) Before Tax	70	23.6%	50	18.8%
VAT on FS & SSCL	(27)	9.0%	(7)	2.8%
Income Tax	(4)	1.2%	(5)	2.0%
Share of Profit / (Loss) of Associate Company	-	0.0%	(1)	0.2%
Profit / (Loss) After Tax	39	13.1%	37	13.8%

Key Financial Data as at June 30 (Unaudited)				
In Rupees Millions	As at 30.06.2025	As a % of Total Assets	As at 30.06.2024	As a % of Total Assets
	Assets			
Cash and Bank Balance	47	0.7%	29	0.6%
Government Securities	122	1.9%	102	2.0%
Placements with Banks	2,655	40.8%	2,474	47.8%
Due from Related Parties	1	0.0%	-	0.0%
Loans (excluding due from related parties)	2,280	35.1%	1,348	26.0%
Financial investments	150	2.3%	116	2.2%
Investments in Equity	-	0.0%	42	0.8%
Investment Properties	729	11.2%	637	12.3%
Property, Plant & Equipment	77	1.2%	50	1.0%
Intangible Asset	266	4.1%	270	5.2%
Other assets	174	2.7%	107	2.1%
Total Assets	6,501	100.0%	5,175	100.0%
Liabilities				
Due to Banks	2,226	34.2%	1,300	25.1%
Due to Related Parties	4	0.1%	1	0.0%
Deposits from Customers	271	4.2%	55	1.1%
Other Borrowings	138	2.1%	133	2.6%
Other liabilities	185	2.8%	162	3.1%
Total Liabilities	2,824	43.4%	1,651	31.9%
Equity				
Stated Capital	3,063	47.1%	3,063	59.2%
Statutory Reserve Fund	55	0.9%	48	0.9%
Retained earnings	490	7.5%	348	6.7%
Other Reserves	69	1.1%	65	1.3%
Total Equity	3,677	56.6%	3,524	68.1%
Total Equity and Liabilities	6,501	100.0%	5,175	100.0%
Net Assets Value Per Share (Rs.)	0.38		0.37	

Selected key performance indicators				
Item	As at 30.06.2025		As at 30.06.2024	
	Actual	Required	Actual	Required
Regulatory Capital Adequacy				
Tier 1 Capital Adequacy Ratio	81.53%	8.5%	114.84%	8.5%
Total Capital Adequacy Ratio	80.86%	12.5%	113.03%	12.5%
Capital Funds to Deposit Liabilities Ratio	1206.69%	10.0%	5778.42%	10.0%
Quality of Loan Portfolio				
Gross Stage 3 Loans Ratio	31.99%		44.98%	
Net Stage 3 Loans Ratio	15.04%		16.11%	
Net Stage 3 Loans to Core Capital Ratio	13.34%		10.44%	
Stage 3 Impairment Coverage Ratio	52.98%		64.19%	
Total Impairment Coverage Ratio	22.42%		35.63%	
Profitability				
Net Interest Margin	6.23%		7.21%	
Return on Assets	2.2%		2.0%	
Return on Equity	2.12%		2.08%	
Cost to Income Ratio	86.08%		75.18%	
Liquidity				
Available Liquid Assets to Required Liquid Assets (Minimum 100%)	1033.08%		2145.16%	
Liquid Assets to External Funds	16.78%		29.54%	
Memorandum Information				
Number of Branches	9		5	
External Credit Rating	BB		BB	

The Company did not have any regulatory penalties imposed and restrictions on deposits, borrowings and lending for the period ended 30 June 2025 and 2024.

Re-classification of non-performing accommodations has been done in accordance to the guidelines issued by the Central Bank of Sri Lanka.

CERTIFICATION:

We, the undersigned, being the Chief Executive Officer, the Head of Finance and the Compliance Officer of SMB Finance PLC certify jointly that:

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka (CBSL);
- the information contained in these statements have been extracted from the unaudited financial statements of SMB Finance PLC unless indicated as audited.

(Sgd)
Supul Wijesinghe
Chief Executive Officer
28 August 2025

(Sgd)
Menaka Silva
Head of Finance
28 August 2025

(Sgd)
Randulani Godage
Manager - Compliance
28 August 2025



SMB FINANCE PLC

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Rated BB by Lanka Rating Agency Limited

E-mail : info@smbk.com | Web : www.smbk.com

Date of Incorporation : 3 September 1992
Registration Number : PQ 91

Branches : No. 11 A, Main Street, Deniyaya | No. 15/15B, Station Road, Negombo | No. 301/A, Galle Road, Colombo 03 | No. 113A, Rathnapura Road, Bandaragama | No. 553/B, Trincomalee Street, Matale
No. 50, 1/1, Galle Road, Ambalangoda | No. 214, George R. De Silva Mawatha, Colombo 13 | No. 362, Galle Road, Colombo 06