

INTERIM FINANCIAL STATEMENTS

2024

FOR THE YEAR ENDED 31 DECEMBER 2024



Classification : Public

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Progress**

INTERIM FINANCIAL STATEMENTS
YEAR ENDED
31 DECEMBER 2024

Cargills Bank posts Profit before Tax Rs. 1,150 Million for the year ended 31 December 2024, a 58% increase

Financial Highlights

- Profit after Income Tax for the year - Rs. 651 Mn, an increase of 48%
- Net gains from financial assets at fair value through profit or loss grow by Rs. 11 Mn
- Net gains from derecognition of financial assets at fair value through other comprehensive income grow by Rs. 493 Mn
- Bank remains well capitalized and liquid;
 - Total Capital Ratio (CAR) at 22.44%
 - Liquidity Coverage Ratio (LCR), All Currency at 313.34%
 - Net Stable Funding Ratio (NSFR) at 136.28%
- Total Assets grow by Rs. 10 Bn

Cargills Bank's results for the year ended 31 December 2024 reflected a YoY increase of 48% in profitability. Profit after tax at Rs. 651 Mn for the year 2024 was higher by Rs. 211 Mn compared to 2023. Net interest income of Rs. 3.589 Bn was a marginal increase of Rs. 208 Mn in the year 2024 compared with 2023. The Bank continued to focus on repricing of deposits and advances to reflect the market conditions and to manage the NIM in an optimal manner. The marginal increase in NIM is attributable to this proactive approach in the decreasing interest rate regime.

Net fee and commission income of Rs. 894 Mn for the year ended 31 December 2024 recorded Rs. 96 Mn growth in comparison with the previous year. Concerted efforts to improve trade volumes, card-related fee income and improved remittance income were among the main contributory factors for this growth of 12% recorded.

Additionally, net gains from financial assets at fair value through profit or loss grew by Rs. 11 Mn to reach Rs. 276 Mn in the year of 2024. Capital gains realized on derecognition of financial assets boosted other income streams by Rs. 493 Mn in the period under review to reach Rs. 670 Mn. Net other operating dropped by 76% to

Total operating expenses increased by 11% from Rs. 2.892 Bn last year to Rs. 3.198 Bn. Personnel expenses increased by 24% largely due to adjustments to salary and welfare benefits considering increased costs of living over the last few years and market conditions. Other operating expenses grew by 4% largely due to increased utility-related operating expenses and marketing costs.

Impairment charges totaling Rs. 607 Mn reflected a decrease of 28% from Rs. 849 Mn in the year 2024 partially due to the need for management overlay provisions being lower subsequent to a careful scrutiny of the status of borrowers and considering the improved macro-economic environment. The Bank's Stage 3 Loans (net of Stage 3 Impairment) to Total Loans Ratio stood at 8.74% while Stage 3 Provision Cover was 46.79% as at 31 December 2024.

The Bank maintains Capital Adequacy and Liquid Assets Ratios well within the minimum requirements prescribed by the Central Bank. The Total Capital Ratio was at 22.44% while all liquidity related ratios were well above the regulatory minimum.

Total assets of the Bank as at 31 December at Rs. 80.3 Bn, an increase of 15% or Rs. 10.3 Bn during the year. The loan book posted a moderate growth of 14%, from Rs. 40.6 Bn to Rs. 46.1 Bn, given conditions prevailing. Financial Assets measured at fair value through other comprehensive income grew by 26% to reach Rs. 22.4 Bn. Net loss of Rs. 411 Mn was reflected in Other Comprehensive Income. Customer Deposits grew by 17% to Rs. 59.4 Bn at the reporting date from Rs. 50.7 Bn at the end 2023 amidst continued reductions in market interest rates.

Mr. Richard Ebell who served on the Bank's Board as Chairman retired on 02 July 2024 in compliance with the Banking Act on Corporate Governance for licensed commercial banks issued by the Monetary Board of the Central Bank. Mr. Ebell completed nine years in the Bank Board having been appointed in 2015. Mr. Asoka Pieris, who served as Deputy Chairman was appointed as the Chairman of the Bank, with effect from July 3, 2024.

Cargills Bank PLC
Statement of Profit or Loss

	For the year ended			For the Quarter ended		
	31-Dec-24 Rs. '000	31-Dec-23 Rs. '000	Change %	31-Dec-24 Rs. '000	31-Dec-23 Rs. '000	Change %
Interest income	8,931,702	10,929,050	(18)	2,377,452	2,487,897	(4)
Interest expenses	(5,342,922)	(7,547,659)	29	(1,287,734)	(1,707,620)	25
Net interest income	3,588,780	3,381,391	6	1,089,718	780,277	40
Fees and commission income	1,382,879	1,283,431	8	391,019	342,267	14
Fees and commission expenses	(488,607)	(484,664)	(1)	(118,914)	(133,627)	11
Net fees and commission income	894,272	798,767	12	272,105	208,640	30
Net gains/(losses) from trading	387	324	19	14,079	(28)	50,382
Net gains/(losses) from financial assets at fair value through profit or loss	275,917	264,942	4	34,451	86,225	(60)
Net gains/(losses) from derecognition of financial assets	670,486	176,953	279	166,798	9,588	1,640
Net other operating income	61,395	252,716	(76)	(14,872)	28,955	(151)
Total other income	1,008,185	694,935	45	200,456	124,740	61
Total operating income	5,491,237	4,875,094	13	1,562,279	1,113,657	40
Impairment for loans and other losses						
Loans and advances to customers	(528,883)	(782,688)	32	219,451	(198,889)	210
Financial assets and other	(78,477)	(66,104)	(19)	(15,612)	(42,767)	63
Total impairment for loans and other losses	(607,360)	(848,792)	28	203,839	(241,656)	184
Net operating income	4,883,877	4,026,302	21	1,766,118	872,001	103
Personnel expenses	(1,329,639)	(1,072,799)	(24)	(353,554)	(285,501)	(24)
Depreciation and amortization	(320,815)	(331,904)	3	(69,407)	(87,561)	21
Other operating expenses	(1,547,082)	(1,486,894)	(4)	(372,117)	(415,816)	11
Total operating expenses	(3,197,536)	(2,891,597)	(11)	(795,078)	(788,878)	(1)
Operating profit/(loss) before taxes on financial services	1,686,341	1,134,705	49	971,040	83,121	1,068
Taxes on financial services	(536,649)	(404,829)	(33)	(205,456)	(77,856)	(164)
Profit/(Loss) before tax	1,149,692	729,876	58	765,584	5,267	14,436
Tax expenses	(498,894)	(289,856)	(72)	(273,548)	2,969	(9,314)
Profit/(Loss) for the period	650,798	440,020	48	492,036	8,236	5,874
Basic earnings per share (Rs.)	0.69	0.50	38	0.56	0.01	5,865
Diluted earning per share (Rs.)	0.69	0.50	38	0.56	0.01	5,865

Cargills Bank PLC
Statement of Profit or Loss and Other Comprehensive Income

	For the year ended			For the Quarter ended		
	31-Dec-24 Rs. '000	31-Dec-23 Rs. '000	Change %	31-Dec-24 Rs. '000	31-Dec-23 Rs. '000	Change %
Profit/(Loss) for the period	650,798	440,020	48	492,036	8,236	5,874
Other comprehensive income, net of tax						
Items that will not be reclassified to profit & loss						
Net actuarial gains/(loss) on defined benefit obligation	(24,055)	4,503	(634)	(24,055)	4,503	(634)
Deferred tax related to the above	7,216	(1,351)	634	7,216	(1,351)	634
Change in fair value of investment in equity measured at fair value through other comprehensive income	3,121	2,672	-	3,121	2,672	17
Deferred tax related to the above	(936)	(802)	-	(936)	(802)	(17)
	(14,654)	5,022	(392)	(14,654)	5,022	(392)
Items that are or may be reclassified to profit or loss						
Financial assets at Fair Value through Other Comprehensive Income (FVOCI)						
Fair value gains/(losses) that arose during the period						
Treasury Bills	12,101	114,055	(89)	43,655	(38,927)	212
Treasury Bonds	70,822	1,881,928	(96)	102,125	50,655	102
	82,923	1,995,983	(96)	145,780	11,729	1,143
Fair value (gains)/losses reclassified to Income Statement on disposal						
Treasury Bills	(11,231)	(10,150)	(11)	(2,107)	(2,870)	27
Treasury Bonds	(659,255)	(166,803)	(295)	(164,691)	(6,718)	(2,352)
	(670,486)	(176,953)	(279)	(166,798)	(9,588)	(1,640)
Net gains/(losses) on re-measuring Financial assets at FVOCI						
Treasury Bills	870	103,905	(99)	41,548	(41,797)	199
Treasury Bonds	(588,433)	1,715,125	(134)	(62,566)	43,937	(242)
	(587,563)	1,819,030	(132)	(21,018)	2,140	(1,082)
Deferred tax related to the above	176,269	(541,594)	133	6,305	3,473	82
	(411,294)	1,277,436	(132)	(14,713)	5,613	(362)
Other comprehensive income/(loss) for the period, net of tax	(425,948)	1,282,458	(133)	(29,367)	10,635	(376)
Total comprehensive income/(loss) for the period, net of tax	224,850	1,722,478	(87)	462,669	18,871	2,352

Cargills Bank PLC Statement of Financial Position

As at	31-Dec-24 Rs. '000	31-Dec-23 (Audited) Rs. '000	Growth %
Assets			
Cash and cash equivalents	1,715,116	1,963,321	(13)
Balances with Central Bank of Sri Lanka	764,150	432,805	77
Securities purchased under resale agreements	700,862	730,566	(4)
Derivative financial instruments	-	6	(100)
Financial assets measured at fair value through profit or loss	2,324,912	2,468,401	(6)
Financial assets at amortized costs - Loans and advances to other customers	46,103,638	40,559,438	14
Financial assets at amortized costs - Debt and other financial instruments	3,266,362	2,050,119	59
Financial assets measured at fair value through other comprehensive income	22,400,969	17,779,520	26
Property, plant & equipment and right of use assets	843,022	462,706	82
Intangible assets	202,059	283,445	(29)
Deferred tax assets	523,232	284,090	84
Other assets	1,408,080	2,944,760	(52)
Total assets	80,252,402	69,959,177	15
Liabilities and equity			
Due to banks	2,032,393	781,950	160
Derivative financial instruments	-	27	(100)
Financial liabilities at amortized cost - Due to depositors	59,426,888	50,664,570	17
Financial liabilities at amortized cost - Due to other borrowers	3,011,001	3,669,925	(18)
Retirement benefit obligation	151,655	108,605	40
Lease liability	599,355	335,781	78
Other liabilities	2,863,477	2,455,536	17
Total liabilities	68,084,769	58,016,394	17
Equity			
Stated capital	11,894,421	11,894,421	-
Statutory reserves	111,315	78,775	41
Other reserves	737,445	1,146,555	(36)
Retained earnings/(losses)	(575,548)	(1,176,968)	51
Total equity attributable to equity holders of the Bank	12,167,633	11,942,783	2
			-
Total liabilities and equity	80,252,402	69,959,177	15
Contingent liabilities & commitments	19,111,448	16,697,057	14
Net assets value per share (Rs.)	12.87	12.63	2
Memorandum information:			
No. of employees	690	623	
No. of branches	24	24	

Certification:

These Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

Sgd.

D Gajanayaka

Head of Finance

We, the undersigned, being the Managing Director and the Chairman of Cargills 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, unless indicated as audited.

Sgd.

K B S Bandara

Managing Director/Chief Executive Officer

Sgd.

H A Pieris

Chairman

25 February 2025

Colombo

Cargills Bank PLC
Statement of Changes in Equity

	Stated capital	Statutory reserve	Fair Value through Other Comprehensive Income Reserve	Retained earnings/(losses)	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01.01.2023-Audited	11,394,421	56,774	(132,751)	(1,598,139)	9,720,305
Total comprehensive income for the period ended 30.09.2023					
Profit for the period	-	-	-	440,020	440,020
Other comprehensive income, net of tax	-	-	1,279,306	-	1,279,306
Total comprehensive income/(loss) for the period	-	-	1,279,306	440,020	1,719,326
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserves	-	-	-	-	-
Total transactions with owners	-	-	-	-	-
Balance as at 31.12.2023	11,394,421	56,774	1,146,555	(1,158,119)	11,439,631
Total comprehensive income for the period from 01.10.2023 to 31.12.2023					
Loss for the period	-	-	-	-	-
Other comprehensive income/(loss), net of tax	-	-	(0)	3,152	3,152
Total comprehensive income/(loss) for the period	-	-	(0)	3,152	3,152
Transactions with owners in their capacity as owners					
Issue of shares	500,000	-	-	-	500,000
Transfer to statutory reserves	-	22,001	-	(22,001)	-
Total transactions with owners	500,000	22,001	-	(22,001)	500,000
Balance as at 01.01.2024 - Audited	11,894,421	78,775	1,146,555	(1,176,968)	11,942,783
Total comprehensive income for the period ended 31.12.2024					
Profit for the period	-	-	-	650,798	650,798
Other comprehensive income/(loss), net of tax	-	-	(409,110)	(16,838)	(425,948)
Total comprehensive income/(loss) for the period	-	-	(409,110)	633,960	224,850
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserves	-	32,540	-	(32,540)	-
Total transactions with owners	-	32,540	-	(32,540)	-
Balance as at 31.12.2024	11,894,421	111,315	737,445	(575,548)	12,167,633

Cargills Bank PLC
Statement of Cash Flows

	For the period ended	
	31-Dec-24 Rs. '000	31-Dec-23 Rs. '000
<i>Cash flows from operating activities</i>		
Profit/(Loss) before income tax	1,149,692	729,876
<i>Adjustments for:</i>		
Non-cash items included in profit/(loss) before tax	1,153,174	1,443,408
Income tax paid	(279,678)	-
Interest paid on lease liability	(75,545)	(44,442)
Gains/(losses) on sale of property, plant & equipment and other assets	-	(99)
Dividend income	(1,282)	(1,571)
Benefits paid on defined benefit plans	(17,253)	(18,599)
Change in operating assets	(11,071,882)	(14,479,307)
Change in operating liabilities	10,105,705	13,896,768
Net cash generated from/(used in) operating activities	962,932	1,526,034
<i>Cash flows from investing activities</i>		
Net purchase of property, plant and equipment	(231,473)	(97,096)
Proceeds from sale of property, plant and equipment	2,028	336
Net purchase of intangible assets	(34,680)	(79,675)
Dividend received	1,282	1,571
Net cash generated from/(used in) investing activities	(262,842)	(174,864)
<i>Cash flows from financing activities</i>		
Payment of lease liability	(101,145)	(95,951)
Change in securities sold under repurchase agreements	(658,924)	(18,999)
Interest paid	(223,350)	(469,651)
Net cash generated from/(used in) financing activities	(983,419)	(584,601)
Net increase/(decrease) in cash and cash equivalents	(283,330)	766,569
Cash and cash equivalents at the beginning of the period	2,026,909	1,260,340
Cash and cash equivalents at the end of the period	1,743,581	2,026,909
Less: Provision for impairment	(28,465)	(63,588)
Cash and cash equivalents as per Statement of Financial Position (Net)	1,715,116	1,963,321

Cargills Bank PLC
Classification of Financial Assets and Financial Liabilities

	Fair value through P/L Rs. '000	Fair Value through OCI Rs. '000	Amortized cost Rs. '000	Total Rs. '000
As at 31.12.2024				
Financial assets				
Cash and cash equivalents	-	-	1,715,116	1,715,116
Balances with Central Bank of Sri Lanka	-	-	764,150	764,150
Securities purchased under resale agreements	-	-	700,862	700,862
Derivative financial instruments	-	-	-	-
Financial assets measured at fair value through profit or loss	2,324,912	-	-	2,324,912
Financial assets at amortized costs - Loans and Advances to other customers	-	-	46,103,638	46,103,638
Financial assets at amortized costs - Debt and other financial Instruments	-	-	3,266,362	3,266,362
Financial assets at fair value through other comprehensive income				
Debt securities	-	22,377,160	-	22,377,160
Equity securities	-	23,809	-	23,809
Other assets*	-	-	659,129	659,129
Total financial assets	2,324,912	22,400,969	53,209,257	77,935,138
Financial liabilities				
Due to banks	-	-	2,032,393	2,032,393
Derivative financial instruments	-	-	-	-
Financial liabilities at amortized cost - Due to depositors	-	-	59,426,888	59,426,888
Financial liabilities at amortized cost - Due to other borrowers	-	-	3,011,001	3,011,001
Lease Liability	-	-	599,355	599,355
Other liabilities**	-	-	2,385,173	2,385,173
Total financial liabilities	-	-	67,454,810	67,454,810
As at 31.12.2023 - Audited				
Financial assets				
Cash and cash equivalents	-	-	1,963,322	1,963,322
Balances with Central Bank of Sri Lanka	-	-	432,805	432,805
Securities purchased under resale agreements	-	-	730,566	730,566
Derivative financial instruments	6	-	-	6
Financial assets measured at fair value through profit or loss	2,468,401	-	-	2,468,401
Financial assets at Amortized costs - Loans and Advances to other customers	-	-	40,559,439	40,559,439
Financial assets at Amortized costs - Debt and other financial Instruments	-	-	2,050,118	2,050,118
Financial assets at fair value through other comprehensive income				
Debt securities	-	17,758,831	-	17,758,831
Equity securities	-	20,688	-	20,688
Other assets*	-	-	2,136,097	2,136,097
Total financial assets	2,468,407	17,779,519	47,872,347	68,120,273
Financial liabilities				
Due to banks	-	-	717,667	717,667
Derivative financial instruments	27	-	-	27
Financial liabilities at amortized cost - Due to depositors	-	-	50,728,852	50,728,852
Financial liabilities at amortized cost - Due to other borrowers	-	-	3,669,925	3,669,925
Lease Liability	-	-	335,781	335,781
Other liabilities**	-	-	1,785,885	1,785,885
Total financial liabilities	27	-	57,238,110	57,238,137

*Other assets only include other receivables

**Other liabilities exclude accrued expenditure and impairment on commitments and contingencies

Cargills Bank PLC

Classification of Financial Assets and Financial Liabilities

Fair Value Hierarchy

The Bank measures the fair value using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurement.

• **Level 1 : Fair value measurement using unadjusted quoted market prices**

Inputs that are quoted market prices (unadjusted) in an active market for identical instruments.

• **Level 2 : Fair value measurement using significant observable inputs**

Inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices). This category includes instruments valued using;

- (a) quoted prices in active markets for similar instruments,
- (b) quoted prices for identical or similar instruments in markets that are considered to be less active, or
- (c) other valuation techniques in which almost all significant inputs are directly or indirectly observable from market data.

• **Level 3 : Fair value measurement using significant unobservable inputs**

Inputs that are unobservable.

This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties, to the extent that the Bank believes that a third party market participant would take them into account in pricing a transaction.

Financial instruments measured at fair value - fair value hierarchy

The following table provides an analysis of assets and liabilities measured at fair value as at the reporting date, by the level in the fair value hierarchy into which the fair value measurement is categorised. These amounts were based on the values recognised in the Statement of Financial Position:

	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Total Rs. '000
As at 31 December 2024				
Financial Assets				
Derivative financial instruments	-	-	-	-
Financial assets measured at fair value through profit or loss	-	2,324,912	-	2,324,912
Financial assets measured at fair value through other comprehensive income				
Debt securities	22,377,160	-	-	22,377,160
Equity Securities	-	-	23,809	23,809
Total assets at fair value	22,377,160	2,324,912	23,809	24,725,881
Financial Liabilities				
Derivative financial instruments	-	-	-	-
Total liabilities at fair value	-	-	-	-
	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Total Rs. '000
As at 31 December 2023 - Audited				
Financial Assets				
Derivative financial instruments	-	6	-	6
Financial assets measured at fair value through profit or loss	-	2,468,401	-	2,468,401
Financial assets measured at fair value through other comprehensive income				
Debt securities	17,758,832	-	-	17,758,832
Equity securities	-	-	20,688	20,688
Total assets at fair value	17,758,832	2,468,407	20,688	20,247,927
Financial Liabilities				
Derivative financial instruments	-	27	-	27
Total liabilities at fair value	-	27	-	27

Cargills Bank PLC

Selected Performance Indicators

As at	31-Dec-2024	31-Dec-2023
Regulatory Capital (Rs'000)		
Common Equity Tier 1	11,430,314	10,910,720
Total Tier 1 Capital	12,930,314	12,410,720
Total Capital	13,386,966	12,693,941
Regulatory Capital Ratios (%) (Refer Note 3)		
Common Equity Tier 1 Capital Ratio - (Minimum Requirement - 7%)	19.16	19.89
Total Tier 1 capital Ratio - (Minimum Requirement - 8.5%)	21.68	22.63
Total Capital Ratio - (Minimum Requirement - 12.5%)	22.44	23.15
Leverage Ratio - (Minimum Requirement - 3%)	13.00	14.67
Regulatory Liquidity		
Total Stock of High-Quality Liquid Assets (Rs '000)	26,310,841	19,717,993
Liquidity Coverage Ratio, % - (Minimum Requirement - 100%)		
Rupee, %	459.23	359.50
All currency, %	313.34	289.04
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	136.28	122.82
Assets Quality (Quality of Loan Portfolio)		
Stage 3 Loans (Net of Stage 3 Impairment) to Total Loans	8.74	8.63
Stage 3 Impairment to Stage 3 Loans (Stage 3 Provision Cover)	46.79	46.69
Profitability		
Interest Margin, %	4.86	5.61
Return on Assets (before Tax), %	1.47	1.10
Return on Equity, %	5.42	4.12

Explanatory Notes

- The Financial Statements of the Bank have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRSs/LKASs) issued by The Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka). There were no changes to Accounting Policies and methods of computation since publication of the Annual Report for the year ended 31 December 2023.
- These Interim Financial Statements of the Bank have been prepared in compliance with the requirements of the Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting' and provide the information as required in terms of Listing Rule 7.4 of the Colombo Stock Exchange.
- The Bank should maintain Total Tier 1 Capital Ratio 250 basis points above the minimum applicable until it complies with the regulatory minimum capital requirement of LKR 20 Billion by end 2025.
- The Bank continued to reassess its individually significant loan portfolio as of 31 December 2024 and incorporate adequate impairment provisions on identified customer segments to reflect increased credit risk since initial recognition. Accordingly, the impairment provision also includes management overlays where higher impairment charges were considered as a prudential measure in assessing the elevated risk profiles of borrowers.

Additionally, the Bank revised the cash flow assumptions for customers who were previously impaired, ensuring that any deterioration in the credit quality of such customers has been appropriately addressed during the period.

The Bank estimated its Expected Credit Loss (ECL) for collective impairment as at the reporting date based on the updated Probability of Default flow rates, Economic Factor Adjustment (EFA) and Loss Given Default (LGD) values as at 31 December 2024.

The exchange impact on impairment charges on loans and advances denominated in foreign currency was recognised in Net Other Operating Income where the corresponding exchange gains/losses are recognised.

5) Income Tax - Year of Assessment 2013/2014

The Commissioner General of Inland Revenue (CGIR) issued a Notice of Assessment for the Year of Assessment 2013/2014. The Bank had appealed before the Court of Appeal and the Bank awaits the hearing of the Appeal from the Court of Appeal.

Income Tax - Year of Assessment 2017/2018

The CGIR issued a Notice of Assessment for the Year of Assessment 2017/2018. The Bank had lodged an appeal against the said assessment. The appeal is currently at the IRD hearing stage.

Management is of the opinion that the outcome of the above will not have a material impact to the Financial Statements.

- During the quarter, there were no material changes in the composition of assets, liabilities and/or contingent liabilities, other than those disclosed above.
- There was no pending litigation of a material nature against the Bank.
- All known expenses including management fees and similar expenses have been provided for in these Interim Financial Statements.
- No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the Financial Statements.

Cargills Bank PLC
Additional Disclosures

As at	31-Dec-2024 Rs. '000	31-Dec-2023 (Audited) Rs. '000
Loans and advances to other customers		
Gross loans and advances	51,438,652	45,553,094
Less: Stage-wise impairment		
Stage 1	219,164	188,024
Stage 2	474,977	709,734
Stage 3	4,640,872	4,095,898
Total impairment for loans and advances	5,335,013	4,993,656
Net loans and advances	46,103,639	40,559,438
Product wise Gross Loans and advances to other customers		
By product - Domestic Currency		
Overdrafts	6,482,127	6,182,468
Trade finance	2,801,714	2,516,096
Housing loans	1,081,084	996,578
Personal loans	2,920,334	2,805,144
Staff loans	403,308	305,365
Term loans	18,744,732	16,033,013
Loans against property	1,534,296	1,519,567
Agriculture loans	739,462	592,400
Money market loans	8,734,527	8,203,896
Vehicle loans	206,660	96,927
Credit cards	1,627,028	1,640,656
Micro finance	48,146	41,896
Others	572,657	416,862
Sub total	45,896,077	41,350,868
By product - Foreign Currency		
Trade finance	3,325,226	1,603,524
Housing loans	52,629	70,969
Term loans	2,119,021	2,437,641
Overdrafts	8,970	8,970
Others	36,730	81,121
Sub total	5,542,575	4,202,225
Total Gross Loans & Advances	51,438,652	45,553,093

Movement in impairment during the period for loans and advances to other customers - 2024

	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2024 - Audited	188,024	709,734	4,095,898	4,993,656
Charge/ (write back) to income statement	32,543	(231,123)	688,136	489,556
Write off during the year	-	-	(71,085)	(71,085)
Exchange rate variance on foreign currency provisions	(1,403)	(3,634)	(72,076)	(77,113)
Closing balance as at 31 December 2024	219,164	474,977	4,640,872	5,335,013

Movement in impairment during the year for loans and advances to other customers - 2023

	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2023 - Audited	132,422	1,026,985	3,130,230	4,289,637
Charge/ (write back) to income statement	95,540	(313,235)	1,039,592	821,898
Exchange rate variance on foreign currency provisions	(39,938)	(4,016)	(73,925)	(117,879)
Closing balance as at 31 December 2023 - Audited	188,024	709,734	4,095,898	4,993,656

Cargills Bank PLC
Additional Disclosures

As at	31-Dec-2024	31-Dec-2023		
	Rs. '000	(Audited) Rs. '000		
Commitments and Contingencies				
Gross commitments and contingencies	19,225,571	16,772,021		
Less: Stage-wise impairment				
Stage 1	68,050	48,239		
Stage 2	44,823	10,872		
Stage 3	1,250	15,853		
Total impairment for commitments and contingencies	114,123	74,964		
Net commitments and contingencies	19,111,448	16,697,057		
Product- wise Commitments and Contingencies				
By product - Domestic Currency				
Guarantees	6,632,826	5,923,610		
Letters of credit	1,345,564	346,271		
Undrawn commitments	8,982,281	8,626,315		
Capital commitments and other	156,698	89,878		
Sub total	17,117,369	14,986,074		
By product - Foreign Currency				
Guarantees	655,426	498,810		
Letters of credit	1,432,067	1,199,251		
Bills for collection	20,709	87,886		
Spot purchase	(0)	-		
Sub total	2,108,202	1,785,947		
Total Commitments and Contingencies	19,225,571	16,772,021		
Movement in impairment during the period for Commitments and Contingencies - 2024				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2024 - Audited	48,239	10,872	15,853	74,964
Charge/ (write back) to income statement	19,811	33,951	(14,603)	39,159
Closing balance as at 31 December 2024	68,050	44,823	1,250	114,123
Movement in impairment during the year for Commitments and Contingencies - 2023				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2024 - Audited	46,252	43,284	24,637	114,174
Charge/ (write back) to income statement	1,986	(32,412)	(8,784)	(39,210)
Closing balance as at 31 December 2023 - Audited	48,238	10,872	15,854	74,964

Cargills Bank PLC
Additional Disclosures

As at	31-Dec-2024 Rs. '000	31-Dec-2023 (Audited) Rs. '000
Due to Depositors		
By product - Domestic Currency		
Current account deposits	3,827,718	2,730,719
Savings deposits	8,451,280	8,460,596
Call Deposits	67,574	1,336
Time deposits	41,723,568	35,507,813
Certificate of deposits	69,525	66,237
Margin deposits	90,065	22,015
Sub total	54,229,731	46,788,715
By product - Foreign Currency		
Current account deposits	247,821	158,850
Savings deposits	2,162,620	799,098
Time deposits	3,000,778	2,981,736
Margin deposits	48	452
Sub total	5,411,266	3,940,137
Total Due to Depositors	59,640,997	50,728,853

Cargills Bank PLC
Segment Information

	Banking		Treasury/ Investments		Unallocated		Total	
<i>For the year ended 31 December</i>	2024	2023	2024	2023	2024	2023	2024	2023
Net interest income	2,787,495	3,202,936	801,285	178,455	-	-	3,588,780	3,381,391
Net fees and commission income	885,778	791,304	8,494	7,465	-	-	894,272	798,769
Foreign exchange profit	76,725	143,857	(22,117)	102,851	-	-	54,608	246,707
Other income	7,174	280,490	946,403	167,365	-	373	953,577	448,228
Operating income by segment	3,757,173	4,418,586	1,734,064	456,136	-	373	5,491,237	4,875,095
Impairment for loans and other losses	(658,497)	(841,541)	51,137	(7,251)	-	-	(607,360)	(848,792)
Net operating income	3,098,675	3,577,045	1,785,202	448,884	-	373	4,883,877	4,026,303
Personnel and other operating expenses	(2,232,649)	(2,538,512)	(644,072)	(21,181)	-	-	(2,876,721)	(2,559,693)
Depreciation and amortisation	(223,107)	(331,774)	(97,708)	(130)	-	-	(320,815)	(331,904)
Total operating expenses	(2,455,756)	(2,870,286)	(741,780)	(21,311)	-	-	(3,197,536)	(2,891,597)
Operating profit/(loss) by segment	642,919	706,759	1,043,422	427,573	-	373	1,686,341	1,134,706
Taxes on financial services	(536,649)	(404,829)	-	-	-	-	(536,649)	(404,829)
Profit/(Loss) before Tax by segment	106,270	301,930	1,043,422	427,573	-	373	1,149,692	729,876
Tax (expense)/reversal							(498,893)	(289,856)
Profit/(Loss) for the period							650,798	440,020
Other information	31-Dec-2024	31-Dec-2023	31-Dec-2024	31-Dec-2023	31-Dec-2024	31-Dec-2023	31-Dec-2024	31-Dec-2023
Segment assets	56,294,779	47,473,794	23,957,623	22,268,670	-	-	80,252,402	69,742,464
Segment liabilities	65,074,769	54,032,441	3,010,000	3,767,240	-	-	68,084,769	57,799,681

Cargills Bank PLC**DIRECTORS' INTEREST IN SHARES OF CARGILLS BANK PLC AS AT 31.12.2024**

		No. of shares held	
		As at 31 December 2024	As at 31 December 2023
Directors' Name			
1	Richard Ebell- Chairman (Retired w.e.f. from 02 July 2024)*	N/A	48,300
2	Asoka Pieris- Chairman (Appointed w.e.f. 3rd July 2024)	Nil	Nil
3	Senarath Bandara- Managing Director/CEO	112,500	112,500
4	Ms. Marianne Page	Nil	Nil
5	Yudhishtran Kanagasabai	Nil	Nil
6	Buwanekabahu Perera	Nil	Nil
7	Ravindra Ajantha Jayawardena	Nil	Nil
8	Mrs. Shanti Gnanapragasam	Nil	Nil
9	Arjuna Herath	Nil	Nil

* Held jointly with Mrs. M T L Ebell (spouse) and Mrs. J M Wijayanayaka (daughter)

Cargills Bank PLC

INFORMATION ON ORDINARY SHARES OF THE BANK

TOP 20 REGISTERED SHAREHOLDERS - ORDINARY VOTING SHARES

No.	Shareholder Name	No. of shares	%
1	Cargills (Ceylon) PLC*	350,696,905	37.09 *
2	CT Holdings PLC*	223,345,953	23.62 *
3	Employee's Provident Fund	44,000,000	4.65
4	Multitex Investment Limited	30,800,000	3.26
5	MJF Foundation Investments (Pvt) Ltd	28,000,000	2.96
6	Softlogic Life Insurance PLC Account Number 03/Life Shareholders Fund	26,600,000	2.81
7	MAS Amaliya (Pvt) Ltd	22,000,000	2.33
8	People's Leasing and Finance PLC/Suhada Gas Distributors (Pvt) Ltd	20,000,000	2.11
9	Rosewood (Pvt) Limited-Account No.1	13,477,900	1.43
10	Assetline Finance Limited/Suhada Gas Distributors (Pvt) Ltd	11,094,766	1.17
11	Aindri Holdings Pte Ltd	11,000,000	1.16
12	A I A Holdings Lanka (Pvt) Ltd	11,000,000	1.16
13	Distilleries Company of Sri Lanka PLC	9,593,555	1.01
14	Mr. G.L.H. Premaratne	9,089,000	0.96
15	Mr. Malik Joseph Fernando	7,540,000	0.80
16	GF Capital Global Limited	7,210,900	0.76
17	Mr. Dilhan Crishantha Fernando	6,260,000	0.66
18	Melstacorp PLC	5,854,200	0.62
19	Sri Lanka Insurance Corporation Ltd-Life Fund	5,086,470	0.54
20	Sri Lanka Insurance Corporation Ltd-General Fund	5,065,870	0.54
Sub Total		847,715,519	89.64
Other Shareholders		97,927,339	10.36
Total		945,642,858	100.00

* No voting rights will be exercised by Cargills (Ceylon) PLC and CT Holdings PLC on any shares held in excess of 30% of the issued capital of the Bank carrying voting rights.

PUBLIC HOLDING PERCENTAGE

	As at 31 December 2024	As at 31 December 2023
Float adjusted market capitalization** (LKR)	3,146,059,224	NA
[total market capital-share not available for trading]* share price		
Public holding percentage	39.14%	39.13%
Number of public shareholders	2,664	2,247
Option under which the Listed Entity complies with the Minimum Public Holding requirement**	Option 4	NA

SHARE PRICE INFORMATION**

As At	As at 31 December 2024	As at 31 December 2023
Number of shares	945,642,858	945,642,858
Last traded price (LKR)	8.50	NA
Highest price per share (LKR)	8.80	NA
Lowest price per share (LKR)	7.10	NA

**The ordinary voting shares were listed on the Main Board of the Colombo Stock Exchange on 09 January 2024.
Quoted shares of the Bank are only traded in Sri Lankan Rupees.

Cargills Bank PLC

CORPORATE INFORMATION

NAME OF THE COMPANY

Cargills Bank PLC

LEGAL FORM

A public limited liability company incorporated in Sri Lanka on 03 November 2011 under the Companies Act No.07 of 2007. A licensed Commercial Bank under the Banking Act No. 30 of 1988 as amended from time to time.

STOCK EXCHANGE LISTING

The ordinary shares are listed on the Colombo Stock Exchange.

REGISTRATION NUMBER

PQ00293614 (Previously PB 4847)

ACCOUNTING YEAR-END

December 31

HEAD OFFICE AND REGISTERED OFFICE

No. 696, Galle Road,
Colombo 03,
Sri Lanka

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011 - 7 640 000

FACSIMILE

011 - 7 640 507

SWIFT CODE

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WEB PAGE

www.cargillsbank.com

Fitch Rating A (Ika)

TAXPAYER IDENTIFICATION NUMBER (TIN)

134048476

BOARD OF DIRECTORS

Mr. Asoka Pieris - Chairman
Mr. Senarath Bandara - Managing Director /CEO
Ms. Marianne Page
Mr. Yudhishtan Kanagasabai
Mr. Buwanekabahu Perera
Mr. Ravindra Jayawardena
Mrs. Shanti Gnanapragasam
Mr. Arjuna Herath

OTHER INFORMATION

AUDITORS

Messrs. KPMG
Chartered Accountants,
No. 32A, Sir Mohamed Macan Markar Mawatha,
Colombo 03
Sri Lanka

LAWYERS

Messrs. Julius & Creasy
No. 371, R.A. de Mel Mawatha,
Colombo 03
Sri Lanka

COMPLIANCE OFFICER

Mr. Gayantha Wijekoon

COMPANY SECRETARY

Ms. Amendra de Silva
No. 696, Galle Road,
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+94117 640170

REGISTRAR

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