

INTERIM FINANCIAL STATEMENTS

2025

FOR THE YEAR ENDED 31 DECEMBER 2025



Classification : Public

Cargills Bank posts Profit after Tax Rs. 542 Million for the year ended 2025

Financial Highlights

- Profit after tax stands at Rs. 542 Mn for the year
- Bank remains well capitalized and liquid;
 - Total Capital Ratio at 17.12%
 - Liquidity Coverage Ratio (LCR), Rupee LCR at 145.45% and All Currency LCR at 163.90%
 - Net Stable Funding Ratio (NSFR) at 129.64%
- Net loan book grows by 37% (Rs. 17.0 Bn) to reach Rs. 63.1 Bn
- The stage 3 loans (net of stage 3 impairment) to total loans ratio at 6.52% improves by 2.22%
- Total assets grow by 14% to reach Rs. 91.7 Bn

Cargills Bank's results for the year ended 31 December 2025 reported a profit before tax of Rs. 1,033 Mn reflecting 10% drop when compared to the year 2024 mainly due to reduced contribution from the high yielding government securities and gains on sale of the same coupled with higher operating expenses. Net interest income rose to Rs. 3,732 Mn, a 4% increase over the previous year. This growth was primarily driven by a commendable 37% expansion in the net loan book, coupled with a strategic focus on repricing of deposits and advances to reflect the market conditions to manage the NIM in an optimal manner. The reduction in NIM to 4.38% (4.86% in 2024) was impacted by the disposal and maturity of high-yielding government securities and the gradual reduction in market interest rates in line with the CBSL policy directions.

Net fee and commission income recorded a steady growth of Rs. 58 Mn compared to 2024. This 7% increase was fueled by concerted efforts to improve trade volumes and card-related fee income, further diversifying the Bank's revenue streams.

Conversely, Total Other Income for the period decreased by 49% to Rs. 518 Mn. This was largely due to lower realized capital gains on the derecognition of financial assets and net gains from financial assets at fair value through profit or loss, which reached Rs. 361 Mn and Rs. 79 Mn respectively.

Total operating expenses increased by 15% to Rs. 3,677 Mn. Personnel expenses rose by 15% due to strategic cadre expansion and salary revisions aimed at reflecting market conditions and retaining talent. Other operating expenses grew by 16%, driven by the continued expansion of the branch network and increased marketing activity. Consequently, the Bank's Cost-to-Income Ratio stood at 70.68%.

The Bank demonstrated significant improvement in asset quality through rigorous scrutiny and recovery actions. Total impairment charges for the year were reversal of Rs. 126 Mn, representing a major decrease from the Rs. 607 Mn charge in the previous year.

The Bank's Stage 3 Loans (Net of Stage 3 Impairment) to Total Loans Ratio improved markedly to 6.52% as of 31 December 2025 (compared to 8.74% in 2024), while the Stage 3 Provision Cover was maintained at a healthy 45.65%.

Cargills Bank continues to maintain Capital Adequacy and Liquid Assets Ratios well within regulatory requirements. The Total Capital Ratio stood at 17.12%, providing a solid buffer for future growth.

Total assets of the Bank as of 31 December 2025 at Rs. 91.7 Bn reflected an increase of Rs. 11.5 Bn or 14% during the twelve-month period of 2025. The net loan book posted a steady growth of Rs. 17 Bn or 37%, from Rs. 46.1 Bn to Rs. 63.1 Bn, witnessing the commendable performance of frontline.

Customer deposits grew by 11% to reach Rs. 66.2 Bn at the reporting date, reflecting deepening customer trust and successful deposit mobilization strategies.

Cargills Bank PLC
Statement of Profit or Loss

	For the year ended			For the Quarter ended		
	31-Dec-25 (Audited) Rs. '000	31-Dec-24 (Audited) Rs. '000	Change %	31-Dec-25 Rs. '000	31-Dec-24 Rs. '000	Change %
Interest income	8,841,257	8,931,702	(1)	2,362,671	2,377,452	(1)
Interest expenses	(5,108,769)	(5,342,922)	4	(1,374,453)	(1,287,734)	(7)
Net interest income	3,732,488	3,588,780	4	988,218	1,089,718	(9)
Fees and commission income	1,544,144	1,382,879	12	390,262	391,019	(0)
Fees and commission expenses	(591,498)	(488,607)	(21)	(119,882)	(118,914)	(1)
Net fees and commission income	952,646	894,272	7	270,380	272,105	(1)
Net gains/(losses) from trading	1,200	387	210	1,207	14,079	(91)
Net gains/(losses) from financial assets at fair value through profit or loss	78,703	275,917	(71)	-	34,451	(100)
Net gains/(losses) from derecognition of financial assets	360,641	670,486	(46)	(810)	166,798	(100)
Net other operating income	76,961	61,395	25	16,856	(14,872)	213
Total other income	517,505	1,008,185	(49)	17,253	200,456	(91)
Total operating income	5,202,639	5,491,237	(5)	1,275,851	1,562,279	(18)
Impairment for loans and other losses						
Loans and advances to customers	210,273	(528,883)	140	337,810	219,451	54
Financial assets and other	(84,180)	(78,477)	(7)	(50,065)	(15,612)	(221)
Total impairment for loans and other losses	126,093	(607,360)	121	287,745	203,839	41
Net operating income	5,328,732	4,883,877	9	1,563,596	1,766,118	(11)
Personnel expenses	(1,529,631)	(1,329,639)	(15)	(406,478)	(353,554)	(15)
Depreciation and amortization	(347,480)	(320,815)	(8)	(94,134)	(69,407)	(36)
Other operating expenses	(1,800,285)	(1,547,082)	(16)	(415,842)	(372,117)	(12)
Total operating expenses	(3,677,396)	(3,197,536)	(15)	(916,454)	(795,078)	(15)
Operating profit before taxes on financial services	1,651,336	1,686,341	(2)	647,142	971,040	(33)
Taxes on financial services	(617,956)	(536,649)	(15)	(233,307)	(205,456)	(14)
Profit before tax	1,033,380	1,149,692	(10)	413,834	765,584	(46)
Tax expenses	(491,834)	(498,894)	1	(185,692)	(273,548)	32
Profit for the period	541,546	650,798	(17)	228,143	492,036	(54)
Attributable to:						
Equity holders of the Bank	541,546	650,798	(17)	228,143	492,036	(54)
Non-controlling interest	-	-	-	-	-	-
Profit for the period	541,546	650,798	(17)	228,143	492,036	(54)
Basic earnings per share (Rs.)	0.57	0.69	(17)	0.26	0.56	(54)
Diluted earning per share (Rs.)	0.57	0.69	(17)	0.26	0.56	(54)

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

	For the year ended			For the Quarter ended		
	31-Dec-25 (Audited)	31-Dec-24 (Audited)	Change	31-Dec-25	31-Dec-24	Change
	Rs. '000	Rs. '000	%	Rs. '000	Rs. '000	%
Profit for the period	541,546	650,798	(17)	228,143	492,036	(54)
Other comprehensive income, net of tax						
Items that will not be reclassified to profit & loss						
Net actuarial gains/(losses) on defined benefit obligation	(6,965)	(24,055)	71	(6,965)	(24,055)	71
Deferred tax related to the above	2,090	7,216	(71)	2,090	7,216	(71)
Change in fair value of investment in equity measured at fair value through other comprehensive income	3,256	3,121	-	3,256	3,121	4
Deferred tax related to the above	(977)	(936)	-	(977)	(936)	(4)
	(2,596)	(14,654)	82	(2,596)	(14,654)	82
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	(28,439)	12,101	(335)	(14,247)	43,654	(133)
Treasury Bonds	(445,694)	70,822	(729)	(86,949)	102,125	(185)
	(474,133)	82,923	(672)	(101,196)	145,779	(169)
Fair value (gains)/losses reclassified to Income Statement on disposal						
Treasury Bills	(1,606)	(11,231)	86	(734)	(2,106)	65
Treasury Bonds	(359,035)	(659,255)	46	1,544	(164,691)	101
	(360,641)	(670,486)	46	810	(166,797)	100
Net gains/(losses) on re-measuring Financial assets at FVOCI						
Treasury Bills	(30,045)	870	(3,553)	(14,981)	41,548	(136)
Treasury Bonds	(804,729)	(588,433)	(37)	(85,405)	(62,566)	(37)
	(834,774)	(587,563)	(42)	(100,386)	(21,018)	(378)
Deferred tax related to the above	250,432	176,269	42	30,116	6,305	378
	(584,342)	(411,294)	(42)	(70,270)	(14,713)	(378)
Other comprehensive income/(loss) for the period, net of tax	(586,938)	(425,948)	(38)	(72,867)	(29,367)	(148)
Total comprehensive income/(loss) for the period, net of tax	(45,392)	224,850	(120)	155,276	462,669	(66)
Attributable to:						
Equity holders of the Bank	(45,392)	224,850	(120)	155,276	462,669	(66)
Non-controlling interest	-	-	-	-	-	-
Total comprehensive income/(loss) for the period, net of tax	(45,392)	224,850	(120)	155,276	462,669	(66)

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 01.01.2024 - Audited	11,894,421	78,775	1,146,555	(1,176,968)	11,942,783
Total comprehensive income for the period ended 30.09.2024					
Profit for the period	-	-	-	650,798	650,798
Other comprehensive income/(loss), net of tax	-	-	(409,110)	-	(409,110)
Total comprehensive income/(loss) for the period	-	-	(409,110)	650,798	241,688
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 30.09.2024	11,894,421	111,315	737,445	(558,710)	12,184,471
Total comprehensive income for the period from 01.10.2024 to 31.12.2024					
Loss for the period	-	-	-	-	-
Other comprehensive income/(loss), net of tax	-	-	(0)	(16,838)	(16,838)
Total comprehensive income/(loss) for the period	-	-	(0)	(16,838)	(16,838)
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 - Audited	11,894,421	111,315	737,445	(575,548)	12,167,633
Total comprehensive income for the period ended 31.12.2025					
Profit for the period	-	-	-	541,546	541,546
Other comprehensive income/(loss), net of tax	-	-	(582,063)	(4,876)	(586,939)
Total comprehensive income/(loss) for the period	-	-	(582,063)	536,670	(45,393)
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserves	-	27,077	-	(27,077)	-
Total transactions with owners	-	27,077	-	(27,077)	-
Balance as at 31.12.2025 - Audited	11,894,421	138,392	155,382	(65,955)	12,122,240

Cargills Bank PLC
Statement of Financial Position

As at	31-Dec-25 (Audited) Rs. '000	31-Dec-24 (Audited) Rs. '000	Growth %
Assets			
Cash and cash equivalents	3,436,287	1,715,116	100
Balances with Central Bank of Sri Lanka	1,175,982	764,150	54
Placements with banks	-	-	-
Securities purchased under resale agreements	300,144	700,862	(57)
Derivative financial assets	1,380	-	100
Financial assets measured at fair value through profit or loss	-	2,324,912	(100)
Financial assets at amortised costs - Loans and advances to other customers	63,121,257	46,103,638	37
Financial assets at amortised costs - Debt and other financial instruments	4,531,863	3,266,362	39
Financial assets measured at fair value through other comprehensive income	15,836,333	22,400,969	(29)
Property, plant & equipment and right-of-use assets	883,217	843,022	5
Intangible assets	218,214	202,059	8
Deferred tax assets	683,336	523,232	31
Other assets	1,535,338	1,408,080	9
Total assets	91,723,351	80,252,402	14
Liabilities and equity			
Due to banks	8,207,261	3,526,728	133
Derivative financial liabilities	180	-	100
Other financial liabilities at fair value through profit or loss	-	-	-
Financial liabilities at amortised cost - Due to depositors	66,190,039	59,426,888	11
Financial liabilities at amortised cost - Due to other borrowers	1,500,000	1,516,666	(1)
Retirement benefit obligation	188,940	151,655	25
Lease liability	566,231	599,355	(6)
Other liabilities	2,948,460	2,863,477	3
Total liabilities	79,601,111	68,084,769	17
Equity			
Stated capital	11,894,421	11,894,421	-
Statutory reserves fund	138,392	111,315	24
Fair value through other comprehensive income reserve	155,382	737,445	(79)
Retained earnings/(losses)	(65,955)	(575,548)	89
Total equity attributable to equity holders of the Bank	12,122,240	12,167,633	(0)
Non-controlling interests	-	-	-
Total equity	12,122,240	12,167,633	(0)
Total liabilities and equity	91,723,351	80,252,402	14
Contingent liabilities & commitments	21,991,326	19,111,448	15
Net assets value per share (Rs.)	12.82	12.87	(0)
Memorandum information:			
No. of employees	715	690	
No. of branches	26	24	

Certification:

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

Sgd.

D. Gajanayaka

Assistant General Manager - 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 formats 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

27 February 2026

Colombo

Cargills Bank PLC
Statement of Cash Flows

	For the period ended	
	31-Dec-25 (Audited) Rs. '000	31-Dec-24 (Audited) Rs. '000
<i>Cash flows from operating activities</i>		
Profit before income tax	1,033,380	1,149,692
<i>Adjustments for:</i>		
Non-cash items included in profit/(loss) before tax	519,811	1,153,174
Income tax paid	(630,576)	(279,678)
Interest paid on lease liability	(80,864)	(75,545)
Dividend income	(1,554)	(1,282)
Benefits paid on defined benefit plans	(9,881)	(16,775)
Change in operating assets	(10,194,404)	(11,071,882)
Change in operating liabilities	11,731,967	9,446,304
Net cash generated from/(used in) operating activities	2,367,879	304,008
<i>Cash flows from investing activities</i>		
Net purchase of property, plant and equipment	(220,596)	(231,473)
Proceeds from sale of property, plant and equipment	241	2,028
Net purchase of intangible assets	(94,797)	(34,680)
Dividend received	1,554	1,282
Net cash generated from/(used in) investing activities	(313,598)	(262,842)
<i>Cash flows from financing activities</i>		
Payment of lease liability	(122,516)	(101,145)
Interest paid	(165,450)	(223,350)
Net cash generated from/(used in) financing activities	(287,966)	(324,495)
Net increase/(decrease) in cash and cash equivalents	1,766,315	(283,328)
Cash and cash equivalents at the beginning of the period	1,743,581	2,026,909
Cash and cash equivalents at the end of the period	3,509,896	1,743,581
Less: Provision for impairment	(73,609)	(28,465)
Cash and cash equivalents at the end of the period (Net)	3,436,287	1,715,116

Cargills Bank PLC
Classification of Financial Assets and Financial Liabilities

	Fair value	Fair Value	Amortized	Total
	through P/L	through OCI	cost	
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
As at 31.12.2025 - Audited				
Financial assets				
Cash and cash equivalents	-	-	3,436,287	3,436,287
Balances with Central Bank of Sri Lanka	-	-	1,175,982	1,175,982
Placements with Banks	-	-	-	-
Securities purchased under resale agreements	-	-	300,144	300,144
Derivative financial assets	1,380	-	-	1,380
Financial assets measured at fair value through profit or loss	-	-	-	-
Financial assets at amortized costs - Loans and Advances to other customers	-	-	63,121,257	63,121,257
Financial assets at amortized costs - Debt and other financial Instruments	-	-	4,531,863	4,531,863
Financial assets at fair value through other comprehensive income				
Debt securities	-	15,809,268	-	15,809,268
Equity securities	-	27,065	-	27,065
Other assets*	-	-	842,584	842,584
Total financial assets	1,380	15,836,333	73,408,117	89,245,831
Financial liabilities				
Due to banks	-	-	8,207,261	8,207,261
Derivative financial liabilities	180	-	-	180
Financial liabilities at amortized cost - Due to depositors	-	-	66,190,039	66,190,039
Financial liabilities at amortized cost - Due to other borrowers	-	-	1,500,000	1,500,000
Lease Liability	-	-	566,231	566,231
Other liabilities**	-	-	2,110,047	2,110,047
Total financial liabilities	180	-	78,573,578	78,573,758
As at 31.12.2024 - Audited				
Financial assets				
Cash and cash equivalents	-	-	1,715,116	1,715,116
Balances with Central Bank of Sri Lanka	-	-	764,150	764,150
Placements with Banks	-	-	-	-
Securities purchased under resale agreements	-	-	700,862	700,862
Derivative financial assets	-	-	-	-
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*	-	-	855,975	855,975
Total financial assets	2,324,912	22,400,969	53,406,103	78,131,984
Financial liabilities				
Due to banks	-	-	3,526,728	3,526,728
Derivative financial liabilities	-	-	-	-
Financial liabilities at amortized cost - Due to depositors	-	-	59,426,888	59,426,888
Financial liabilities at amortized cost - Due to other borrowers	-	-	1,516,666	1,516,666
Lease Liability	-	-	599,355	599,355
Other liabilities**	-	-	1,833,269	1,833,269
Total financial liabilities	-	-	66,902,906	66,902,906

*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;

- quoted prices in active markets for similar instruments,
- quoted prices for identical or similar instruments in markets that are considered to be less active, or
- 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 2025 - Audited				
Financial Assets				
Derivative financial assets	-	1,380	-	1,380
Financial assets measured at fair value through profit or loss	-	-	-	-
Financial assets measured at fair value through other comprehensive income				
Government securities	15,809,268	-	-	15,809,268
Equity securities	-	-	27,065	27,065
Total assets at fair value	15,809,268	1,380	27,065	15,837,713
Financial Liabilities				
Derivative financial liabilities	-	180	-	180
Total liabilities at fair value	-	180	-	180
	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Total Rs. '000
As at 31 December 2024 - Audited				
Financial Assets				
Derivative financial liabilities	-	-	-	-
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				
Government 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 liabilities	-	-	-	-
Total liabilities at fair value	-	-	-	-

Cargills Bank PLC

Classification of Financial Assets and Financial Liabilities

Financial instruments not measured at fair value - fair value hierarchy

For financial assets and liabilities with short term maturities or with short term re-pricing intervals, it is assumed that the carrying amounts approximate to their fair value. This assumption is also applied to demand deposits and savings deposits which do not have a specific maturity.

The following table provides an analysis of assets and liabilities not 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.

	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Fair Value Rs. '000	Carrying Amount Rs. '000
As at 31 December 2025 - Audited					
Assets					
Cash and cash equivalents	-	3,436,287	-	3,436,287	3,436,287
Balances with Central Bank of Sri Lanka	-	1,175,982	-	1,175,982	1,175,982
Placements with Banks	-	-	-	-	-
Securities purchased under resale agreements	-	300,144	-	300,144	300,144
Derivative financial assets	-	1,380	-	1,380	1,380
Financial assets at amortised cost - Loans and advances to other customers	-	-	63,577,117	63,577,117	63,121,257
Financial assets at amortised cost - Debt and other financial instruments	4,511,326	-	-	4,511,326	4,531,863
Other assets	-	-	842,584	842,584	842,584
Total financial assets not at fair value	4,511,326	4,913,793	64,419,701	73,844,820	73,409,497
Liabilities					
Due to banks	-	8,207,261	-	8,207,261	8,207,261
Derivative financial liabilities	-	180	-	180	180
Financial liabilities at amortised cost - Due to depositors	-	-	72,906,171	72,906,171	66,190,039
Financial liabilities at amortised cost - Other borrowings	-	1,500,000	-	1,500,000	1,500,000
Lease liability	-	-	566,231	566,231	566,231
Other liabilities	-	-	2,110,047	2,110,047	2,110,047
Total financial liabilities not at fair value	-	9,707,441	75,582,449	85,289,890	78,573,758
As at 31 December 2024 - Audited					
Assets					
Cash and cash equivalents	-	1,715,116	-	1,715,116	1,715,116
Balances with Central Bank of Sri Lanka	-	764,150	-	764,150	764,150
Placements with Banks	-	-	-	-	-
Securities purchased under resale agreements	-	700,862	-	700,862	700,862
Financial assets at amortised cost - Loans and advances to other customers	-	-	51,377,998	51,377,998	46,103,638
Financial assets at amortised cost - Debt and other financial instruments	3,457,936	-	-	3,457,936	3,266,362
Other assets	-	-	855,974	855,974	855,974
Total financial assets not at fair value	3,457,936	3,180,128	52,233,972	58,872,036	53,406,102
Liabilities					
Due to banks	-	3,526,728	-	3,526,728	3,526,728
Financial liabilities at amortised cost - Due to depositors	-	-	61,072,851	61,072,851	59,426,888
Financial liabilities at amortised cost - Other borrowings	-	1,516,666	-	1,516,666	1,516,666
Lease liability	-	-	599,355	599,355	599,355
Other liabilities	-	-	1,833,269	1,833,271	1,833,271
Total financial liabilities not at fair value	-	5,043,394	63,505,477	68,548,871	66,902,908

Cargills Bank PLC
Selected Performance Indicators

As at	31-Dec-25	31-Dec-25
Regulatory Capital (Rs'000)		
Common Equity Tier 1	11,206,383	11,430,314
Total Tier 1 Capital	12,706,383	12,930,314
Total Capital	13,208,540	13,386,966
Regulatory Capital Ratios (%) (Refer Note 3)		
Common Equity Tier 1 Capital Ratio - (Minimum Requirement - 7%)	14.52	19.16
Total Tier 1 capital Ratio - (Minimum Requirement - 8.5%)	16.46	21.68
Total Capital Ratio - (Minimum Requirement - 12.5%)	17.12	22.44
Basel III leverage Ratio - (Minimum Requirement - 3%)	12.70	13.00
Regulatory Liquidity		
Total Stock of High-Quality Liquid Assets (Rs '000)	17,025,869	26,310,841
Liquidity Coverage Ratio, % - (Minimum Requirement - 100%)		
Rupee, %	145.45	459.23
All currency, %	163.90	313.34
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	129.64	136.28
Assets Quality (Quality of Loan Portfolio)		
Stage 3 Loans (Net of Stage 3 Impairment) to Total Loans *	6.52	8.74
Stage 3 Impairment to Stage 3 Loans (Stage 3 Provision Cover) *	45.65	46.79
Profitability		
Interest Margin, %	4.38	4.86
Return on Assets (before Tax), %	1.15	1.47
Return on Equity, %	4.51	5.42
Cost to Income Ratio (%)	70.68	58.23

* Including undrawn portion of credit

Explanatory Notes

- Financial Statements for the year ended 31 December 2025 have been audited by Messrs. KPMG, the External Auditors of the Bank. The Auditors have expressed an unqualified opinion on these Financial Statements of the Bank for the year ended 31 December 2025.
- 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 2024.
- 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 a Total Tier 1 Capital Ratio 250 basis points above the minimum applicable until it complies with a regulatory minimum capital requirement of LKR 20 Billion. It has been granted until the end of 2029 to comply with this requirement with time-based targets.
- The Bank continued to reassess its individually significant loan portfolio as of 31 December 2025 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/improvement 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 2025. 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.
- 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 have been provided for in these Interim Financial Statements.
- No circumstances have arisen since the reporting date which would require disclosure in the Financial Statements other than disclosed below.
 - Central Bank of Sri Lanka vide its letter to the Bank dated 31 December 2025 provided an extension to Cargills Bank PLC to raise approximately Rs. 2.5 Bn in external capital through market mechanisms, with the objective of reducing the major shareholders' current stake to 50% by 31 March 2026. The following actions were initiated to comply with the above after the reporting period.
 - The major shareholders, Cargills (Ceylon) PLC and CT Holdings PLC, have divested a shareholding equivalent to 10.7% of the total shares outstanding in February 2026. Consequent to these transactions, the major shareholders' combined shareholding in the Bank stands at 472,821,429 shares, equivalent to 50% of the shareholding of the Bank as at the date of this Report.
 - The proposed Rights Issue to raise Rs.2.5 Bn to comply with the CBSL directive on capital augmentation was approved at the Extraordinary General Meeting (EGM) of the shareholders of the Bank held on 20 February 2026. Directors are confident the required conditions specified by CBSL will be met before 31 March 2026.
 - CBSL vide its letter to the Bank dated 19 February 2026 has also directed the Board of Directors of Cargills Bank PLC to meet interim capital targets and the shareholding limits of the major shareholders, Cargills (Ceylon) PLC and CT Holdings PLC, as set out in the table below in order to meet the minimum capital requirement of Rs. 20 Bn by end 2029:

Interim Targets on Capital Augmentation & Shareholding Limits

By end of	Requirement to maintain the minimum balance of total capital	Target to reduce the combined shareholding of the major shareholders
31.03.2027	Rs.16.0Bn	45%
31.03.2028	Rs.17.5Bn	35%
31.03.2029	Rs.19.0Bn	25%
31.12.2029	Rs.20.0 Bn	15%

Cargills Bank PLC
Additional Disclosures

As at	31-Dec-25 (Audited) Rs. '000	31-Dec-24 (Audited) Rs. '000		
Loans and advances to other customers				
Gross loans and advances	68,250,119	51,438,652		
Less: Stage-wise impairment				
Stage 1	242,405	219,164		
Stage 2	519,504	474,977		
Stage 3	4,366,954	4,640,872		
Total impairment for loans and advances	5,128,863	5,335,013		
Net loans and advances	63,121,256	46,103,639		
Product wise Gross Loans and advances to other customers				
By product - Domestic Currency				
Overdrafts	8,098,989	6,482,127		
Trade finance	6,795,764	2,801,714		
Housing loans	1,683,800	1,081,084		
Personal loans	3,804,705	2,920,334		
Staff loans	533,455	403,308		
Term loans	25,741,709	18,744,732		
Loans against property	1,767,999	1,534,296		
Agriculture loans	861,741	739,462		
Money market loans	9,650,618	8,734,527		
Vehicle loans	879,569	206,660		
Credit cards	1,859,637	1,627,028		
Micro finance	95,416	48,146		
Others	955,449	572,657		
Sub total	62,728,851	45,896,077		
By product - Foreign Currency				
Trade finance	4,211,303	3,325,226		
Housing loans	47,430	52,629		
Term loans	1,253,565	2,119,021		
Overdrafts	8,970	8,970		
Others	-	36,730		
Sub total	5,521,268	5,542,575		
Total Gross Loans & Advances	68,250,119	51,438,652		
Movement in impairment during the period for loans and advances to other customers - 2025				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2025 - Audited	219,164	474,977	4,640,872	5,335,013
Charge/ (write back) to income statement	12,827	43,004	(253,263)	(197,433)
Write off during the period	-	-	(45,079)	(45,079)
Exchange rate variance on foreign currency provisions	10,415	1,523	24,424	36,362
Closing balance as at 31 December 2025 - Audited	242,405	519,504	4,366,954	5,128,863
Movement in impairment during the year 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 - Audited	219,164	474,977	4,640,872	5,335,013

Cargills Bank PLC
Additional Disclosures

As at	31-Dec-25 (Audited) Rs. '000	31-Dec-24 (Audited) Rs. '000		
Commitments and Contingencies				
Gross commitments and contingencies	22,115,526	19,225,571		
Less: Stage-wise impairment				
Stage 1	61,994	68,050		
Stage 2	62,207	44,823		
Stage 3	-	1,250		
Total impairment for commitments and contingencies	124,200	114,123		
Net commitments and contingencies	21,991,326	19,111,448		
Product- wise Commitments and Contingencies				
By product - Domestic Currency				
Guarantees	7,158,623	6,632,826		
Letters of credit	349,905	1,345,564		
Undrawn commitments	11,482,765	8,982,281		
Capital commitments and other	222,886	156,698		
Sub total	19,214,179	17,117,369		
By product - Foreign Currency				
Guarantees	350,110	655,426		
Letters of credit	1,320,641	1,432,067		
Bills for collection	21,338	20,709		
Spot purchase	976,862	-		
Sub total	2,901,347	2,108,202		
Total Commitments and Contingencies	22,115,526	19,225,571		
Movement in impairment during the period for Commitments and Contingencies - 2025				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2025 - Audited	68,050	44,823	1,250	114,123
Charge/ (write back) to income statement	(6,056)	17,384	(1,250)	10,077
Closing balance as at 31 December 2025 - Audited	61,994	62,207	-	124,200
Movement in impairment during the year 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 - Audited	68,050	44,823	1,250	114,123

Cargills Bank PLC
Additional Disclosures

As at	31-Dec-25 (Audited) Rs. '000	31-Dec-24 (Audited) Rs. '000
Due to Depositors		
By product - Domestic Currency		
Current account deposits	2,972,572	3,827,718
Savings deposits	9,650,972	8,237,173
Call Deposits	4,864	67,574
Time deposits	49,467,641	41,723,568
Certificate of deposits	56,513	69,525
Margin deposits	57,207	90,065
Sub total	62,209,771	54,015,623
By product - Foreign Currency		
Current account deposits	122,754	247,821
Savings deposits	657,647	2,162,620
Time deposits	3,199,787	3,000,778
Margin deposits	78	48
Sub total	3,980,268	5,411,266
Total Due to Depositors	66,190,039	59,426,888

Cargills Bank PLC
Segment Information

	Banking		Treasury/ Investments		Unallocated		Total	
	2025	2024	2025	2024	2025	2024	2025	2024
	<i>For the year ended 31 December</i>							
Net interest income	3,111,606	2,787,495	620,882	801,285	-	-	3,732,488	3,588,780
Net fees and commission income	940,350	885,778	12,296	8,494	-	-	952,646	894,272
Foreign exchange profit	66,842	76,725	1,200	(22,117)	-	-	68,042	54,608
Other income	(63,185)	654	507,386	946,403	5,262	6,520	449,463	953,577
Operating income by segment	4,055,614	3,750,653	1,141,763	1,734,064	5,262	6,520	5,202,639	5,491,237
Impairment for loans and other losses	166,653	(658,498)	(40,560)	51,138	-	-	126,093	(607,360)
Net operating income	4,222,268	3,092,155	1,101,203	1,785,202	5,262	6,520	5,328,732	4,883,877
Personnel and other operating expenses	(2,700,610)	(2,232,649)	(629,306)	(644,072)	-	-	(3,329,916)	(2,876,721)
Depreciation and amortisation	(259,763)	(223,107)	(87,717)	(97,708)	-	-	(347,480)	(320,815)
Total operating expenses	(2,960,373)	(2,455,756)	(717,023)	(741,780)	-	-	(3,677,396)	(3,197,536)
Operating profit/(loss) by segment	1,261,895	636,399	384,180	1,043,422	5,262	6,520	1,651,336	1,686,341
Taxes on financial services	(617,956)	(536,649)	-	-	-	-	(617,956)	(536,649)
Profit/(Loss) before Tax by segment	643,939	99,750	384,180	1,043,422	5,262	6,520	1,033,380	1,149,692
Tax (expense)/reversal							(491,834)	(498,893)
Profit for the period							541,546	650,798
Other information	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024	31-Dec-2025	31-Dec-2024
Segment assets	71,335,449	52,101,150	20,387,902	28,151,252	-	-	91,723,351	80,252,402
Segment liabilities	71,434,561	66,674,118	8,166,546	1,410,650	-	-	79,601,107	68,084,769

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

Directors' Name	No. of shares held	
	As at 31 December 2025	As at 31 December 2024
1 Asoka Pieris - Chairman	Nil	Nil
2 Senarath Bandara - Managing Director/CEO	112,500	112,500
3 Ms. Marianne Page	Nil	Nil
4 Yudhishtan Kanagasabai	Nil	Nil
5 Buwanekabahu Perera	Nil	Nil
6 Ravindra Jayawardena	Nil	Nil
7 Mrs. Shanti Gnanapragasam	Nil	Nil
8 Arjuna Herath	Nil	Nil

Cargills Bank PLC
INFORMATION ON ORDINARY SHARES OF THE BANK

TOP 21 REGISTERED SHAREHOLDERS - ORDINARY VOTING SHARES AS AT 31 DECEMBER 2025

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	Sampath Bank PLC/Yaden Capital (Private) Limited	50,501,473	5.34
4	MJF Charitable Foundation	28,000,000	2.96
5	Multitex Investments Limited	19,800,000	2.09
6	Aindri Holdings Pte Ltd	11,000,000	1.16
6	A I A Holdings Lanka (Pvt) Ltd	11,000,000	1.16
8	Capstone Real Estate (Private) Limited	9,999,046	1.06
9	Seylan Bank PLC/Sarath Kumara Wijekoon	8,296,202	0.88
10	GF Capital Global Limited	7,210,900	0.76
11	Mr. Dilhan Crishantha Fernando	6,260,000	0.66
12	Global Stanford Campus (Pvt) Ltd	5,015,000	0.53
13	Mr. Gardiya Lokuge Harris Premaratne	5,000,000	0.53
14	Mr. Ishara Chinthaka Nanayakkara	4,400,000	0.47
14	Lalan Rubber Holdings (Pvt) Ltd	4,400,000	0.47
14	Mr. Periyasamipillai Barathamannickam	4,400,000	0.47
14	Mr. Periyasamipillai Muruganandhan	4,400,000	0.47
14	Mr. Periyasamipillai Anandarajah	4,400,000	0.47
14	Mr. Periyasamipillai Devaraj	4,400,000	0.47
14	Mr. Periyasamipillai Barathakumar	4,400,000	0.47
21	Mr. Herbert Beruwalage	4,370,281	0.46
Sub Total		771,295,760	81.56
Other Shareholders		174,347,098	18.44
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 2025	As at 31 December 2024
Float adjusted market capitalization (LKR)	3,553,196,300.00	3,146,059,224.28
Public holding percentage	39.14%	39.14%
Number of public shareholders	6,742	2,664
Option under which the Listed Entity complies with the Minimum Public Holding requirement	Option 4	Option 4

SHARE PRICE INFORMATION

As At	As at 31 December 2025	As at 31 December 2024
Number of shares	945,642,858	945,642,858
Last traded price (LKR)	9.60	8.50
Highest price per share (LKR)	11.50	8.80
Lowest price per share (LKR)	9.20	7.10

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 3 November 2011 under the Companies Act No.7 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,
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Fitch Rating

A (lka)

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
Mr. Rajitha Basnayake (appointed w.e.f. 14th January 2026)

OTHER INFORMATION

AUDITORS

Messrs. KPMG
Chartered Accountants,
No. 32A, Sir Mohamed Macan Markar Mw,
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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amendra.d@cargillsbank.com
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REGISTRAR

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