



**PEOPLE'S
BANK**

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30TH JUNE

2025

FITCH RATING AA- (LKA)

INCOME STATEMENT

FOR THE PERIOD ENDED 30TH JUNE

	BANK			GROUP		
	2025 (Rs. '000) (Unaudited)	2024 (Rs. '000) (Unaudited)	Change %	2025 (Rs. '000) (Unaudited)	2024 (Rs. '000) (Unaudited)	Change %
Gross Income	188,852,016	166,100,695	13.7	206,468,284	181,925,938	13.5
Interest income	176,450,917	157,360,448	12.1	192,716,839	171,941,540	12.1
Interest expenses	(107,156,975)	(129,753,217)	(17.4)	(113,774,086)	(136,963,202)	(16.9)
Net Interest Income	69,293,942	27,607,231	151.0	78,942,753	34,978,338	125.7
Fee and commission income	8,921,202	7,172,515	24.4	9,762,473	7,734,384	26.2
Fee and commission expenses	(932,122)	(333,801)	179.2	(932,122)	(333,801)	179.2
Net Fee and Commission Income	7,989,080	6,838,714	16.8	8,830,351	7,400,583	19.3
Net gain / (loss) from trading	1,774,660	(293,107)	705.5	1,830,987	(212,495)	961.7
Other operating income (net)	1,705,237	1,860,839	(8.4)	2,157,985	2,462,509	(12.4)
Total Operating Income	80,762,919	36,013,677	124.3	91,762,076	44,628,935	105.6
Impairment Charge	(10,353,960)	(1,660,873)	523.4	(9,877,279)	(616,233)	1502.8
Loans & advances to Customers	(10,731,190)	(2,365,369)	-	(10,254,509)	(1,138,103)	-
Other Financial Assets	52,191	704,496	-	52,191	704,496	-
Others	325,039	-	-	325,039	(182,626)	-
Net Operating Income	70,408,959	34,352,804	105.0	81,884,797	44,012,702	86.0
Personnel Expenses	(18,739,142)	(15,643,261)	19.8	(22,685,319)	(18,478,018)	22.8
Depreciation and Amortisation	(2,794,599)	(2,318,806)	20.5	(3,104,474)	(2,626,492)	18.2
Other Expenses	(11,818,769)	(10,759,571)	9.8	(14,788,654)	(13,476,588)	9.7
Operating Profit Before Taxes on Financial Services	37,056,449	5,631,166	558.1	41,306,350	9,431,604	338.0
Taxes on financial services	(9,067,349)	(3,015,940)	200.6	(10,337,776)	(4,146,064)	149.3
Profit Before Tax	27,989,100	2,615,226	970.2	30,968,574	5,285,540	485.9
Income Tax Expenses	(9,771,034)	(1,082,400)	802.7	(11,360,053)	(2,059,749)	451.5
Profit for the period	18,218,066	1,532,826	1088.5	19,608,521	3,225,791	507.9
Profit Attributable to :						
Equity Holders of the Bank	18,218,066	1,532,826	1088.5	18,860,877	2,498,836	654.8
Non-Controlling Interests	-	-	-	747,644	726,955	2.8
	18,218,066	1,532,826	1088.5	19,608,521	3,225,791	507.9
Earnings Per Share on Profit						
Basic Earnings per Ordinary Share [Rs.]	18,218	1,533	1088.5	18,861	2,499	654.8
Diluted Earnings per Ordinary Share [Rs.]	75	6	1088.5	77	10	654.8

STATEMENT OF COMPREHENSIVE INCOME				
FOR THE PERIOD ENDED 30TH JUNE				
	BANK		GROUP	
	2025	2024	2025	2024
	(Rs. '000)	(Rs. '000)	(Rs. '000)	(Rs. '000)
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit for the period	18,218,066	1,532,826	19,608,521	3,225,791
Other comprehensive income that will not be reclassified to the income statement				
Net Gains/(Losses) on equity instruments at fair value through OCI	443,007	75,002	579,652	90,254
Net Actuarial Gains/(Losses) on Defined Benefit Plans	-	-	(182,872)	(60,369)
Deferred Tax Effect on Defined Benefit Plans	-	-	54,862	18,111
Other comprehensive income that will be reclassified to the income statement				
Net Gains/(Losses)[including change in ECL] on debt instruments at fair value through OCI	(9,561)	(58,104)	(9,561)	2,502
Deferred Tax Effect on OCI items	-	-	(41,459)	(21,769)
Net Gains/(Losses) on translating the financial statements of foreign operation	-	-	(110,171)	(723,326)
Other Comprehensive Income for the period, Net of Taxes	433,446	16,898	290,451	(694,597)
Total Comprehensive Income for the period	18,651,512	1,549,724	19,898,972	2,531,194
Attributable to :				
Equity Holders of the Bank	18,651,512	1,549,724	19,229,004	2,248,655
Non-Controlling Interests	-	-	669,968	282,539
	18,651,512	1,549,724	19,898,972	2,531,194

STATEMENT OF FINANCIAL POSITION

AS AT

	BANK			GROUP		
	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs. '000) (Audited)	Change %	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs. '000) (Audited)	Change %
Assets						
Cash and Cash Equivalents	108,426,429	71,694,016	51.2	117,336,406	72,398,306	62.1
Balances with Central Bank of Sri Lanka	35,173,333	33,798,107	4.1	35,173,333	33,798,107	4.1
Placements with Banks	68,720,401	59,831,807	14.9	64,428,443	62,005,136	3.9
Derivative Financial Instruments	5,236,785	5,842,194	(10.4)	5,236,785	5,842,194	(10.4)
Financial Assets - At Fair Value through Profit or Loss	161,726,029	329,810,350	(51.0)	162,919,052	330,597,382	(50.7)
Financial Assets - At Amortised Cost						
Loans and advances to Banks	17,902,416	31,994,539	(44.0)	22,559,170	37,047,879	(39.1)
Loans and advances to Other Customers	1,592,271,093	1,521,965,020	4.6	1,785,619,381	1,665,027,784	7.2
Debt instruments measured at amortised cost	1,456,063,189	1,123,490,537	29.6	1,470,039,530	1,138,634,981	29.1
Financial Assets - At Fair Value through other Comprehensive income [OCI]						
Equity instruments at fair value through OCI	2,756,194	2,313,187	19.2	3,237,865	2,668,358	21.3
Debt instruments at fair value through OCI	6,764,215	7,110,671	(4.9)	7,683,627	8,576,912	(10.4)
Investments in Subsidiaries	5,191,712	5,191,712	-	-	-	-
Property, Plant, Equipment and Right of use assets	61,407,159	61,079,218	0.5	73,867,856	73,034,985	1.1
Intangible Assets and Goodwill	2,258,450	2,586,671	(12.7)	2,462,449	2,760,806	(10.8)
Other Assets	47,900,734	41,091,078	16.6	44,481,496	39,313,104	13.1
Total Assets	3,571,798,139	3,297,799,107	8.3	3,795,045,393	3,471,705,934	9.3
Liabilities						
Due to Banks	34,985,487	36,840,228	(5.0)	61,374,392	46,871,380	30.9
Derivative Financial Instruments	69,509	168,266	(58.7)	69,509	168,266	(58.7)
Due to Other Customers	3,125,255,729	2,854,704,194	9.5	3,248,092,945	2,947,904,673	10.2
Other Borrowings	67,392,518	75,545,595	(10.8)	67,255,451	75,482,595	(10.9)
Current Tax Liabilities	10,042,325	12,201,098	(17.7)	10,922,844	12,977,145	(15.8)
Net Deferred Tax Liabilities	5,443,605	5,627,973	(3.3)	8,284,118	7,591,958	9.1
Other Liabilities	70,675,451	76,557,500	(7.7)	87,163,438	91,692,859	(4.9)
Subordinated Term Debts	57,284,459	54,156,709	5.8	62,408,954	59,065,269	5.7
Total Liabilities	3,371,149,083	3,115,801,563	8.2	3,545,571,651	3,241,754,145	9.4
Equity						
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	12,201,998	12,201,998	-
Statutory Reserve Fund	11,828,689	11,828,689	-	11,828,689	11,828,689	-
Other Reserves	71,342,315	68,981,258	3.4	74,798,952	72,407,209	3.3
Retained Earnings	105,276,054	88,985,599	18.3	135,292,709	118,455,452	14.2
Total Shareholders' Equity	200,649,056	181,997,544	10.2	234,122,348	214,893,348	8.9
Non-Controlling Interests	-	-	-	15,351,394	15,058,441	1.9
Total Equity	200,649,056	181,997,544	10.2	249,473,742	229,951,789	8.5
Total Equity and Liabilities	3,571,798,139	3,297,799,107	8.3	3,795,045,393	3,471,705,934	9.3
Contingent Liabilities and Commitments	245,345,206	233,829,736	4.9	268,173,882	250,318,916	7.1
Number of Employees	7,515	7,633		11,417	10,994	
Number of Branches	751	751		862	862	

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30TH JUNE

BANK

	Stated capital/Assigned capital		Reserves						Total
	Ordinary Shares (Rs.'000)	Assigned capital (Rs.'000)	Statutory Reserve Fund (Rs.'000)	Revaluation Reserve (Rs.'000)	Other Reserves (Rs.'000)	Financial assets at FVOCI Reserve (Rs.'000)	Special Reserve-Debt Restructuring Rs.'000	Retained Earnings (Rs.'000)	(Rs.'000)
Balance as at 1st January 2024	49,998	12,152,000	10,574,271	27,367,238	14,141,373	575,973	-	95,197,726	160,058,579
Total Comprehensive Income for the year									
Profit for the year	-	-	-	-	-	-	-	25,088,360	25,088,360
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	2,028,446	-	207,781	-	(5,385,622)	(3,149,395)
Total Comprehensive Income/(Expense)	-	-	-	2,028,446	-	207,781	-	19,702,738	21,938,965
Transactions with equity holders, recognised directly in equity									
Transfer to Reserve during the Year	-	-	1,254,418	-	-	-	24,660,447	(25,914,865)	-
Total Transactions with Equity Holders	-	-	1,254,418	-	-	-	24,660,447	(25,914,865)	-
Balance as at 31st December 2024	49,998	12,152,000	11,828,689	29,395,684	14,141,373	783,754	24,660,447	88,985,599	181,997,544
Balance as at 1st January 2025	49,998	12,152,000	11,828,689	29,395,684	14,141,373	783,754	24,660,447	88,985,599	181,997,544
Total Comprehensive Income for the period									
Profit for the period	-	-	-	-	-	-	-	18,218,066	18,218,066
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	-	-	433,446	-	-	433,446
Total Comprehensive Income/(Expense)	-	-	-	-	-	433,446	-	18,218,066	18,651,512
Transactions with Equity Holders, Recognised Directly in Equity									
Transfer to Reserve during the year	-	-	-	-	-	-	1,927,611	(1,927,611)	-
Total Transactions with Equity Holders	-	-	-	-	-	-	1,927,611	(1,927,611)	-
Balance as at 30th June 2025	49,998	12,152,000	11,828,689	29,395,684	14,141,373	1,217,200	26,588,058	105,276,054	200,649,056

STATEMENT OF CHANGES IN EQUITY

GROUP

	Stated capital/ Assigned capital		Reserves						Total (Rs.'000)	Non controlling interest (Rs.'000)	Total equity (Rs.'000)
	Ordinary shares (Rs.'000)	Assigned capital (Rs.'000)	Statutory Reserve Fund (Rs.'000)	Revaluation Reserve (Rs.'000)	Other Reserves (Rs.'000)	Financial assets at FVOCI Reserve (Rs.'000)	Special Reserve - Debt Restructuring Rs.'000	Retained earnings (Rs.'000)			
Balance as at 1st January 2024	49,998	12,152,000	10,574,271	30,110,540	14,834,562	462,452	-	122,276,138	190,459,961	14,524,428	204,984,389
Total Comprehensive Income for the year											
Profit for the year	-	-	-	-	-	-	-	27,558,538	27,558,538	1,217,329	28,775,867
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	2,232,403	(191,084)	297,888	-	(5,464,359)	(3,125,152)	(248,940)	(3,374,092)
Total Comprehensive Income/(Expense)	-	-	-	2,232,403	(191,084)	297,888	-	22,094,179	24,433,386	968,389	25,401,775
Transactions with Equity Holders, Recognised Directly in Equity											
Transfer to Reserve during the year	-	-	1,254,418	-	-	-	24,660,447	(25,914,865)	-	-	-
Dividends Paid	-	-	-	-	-	-	-	-	-	(434,375)	(434,375)
Total Transactions with Equity Holders	-	-	1,254,418	-	-	-	24,660,447	(25,914,865)	-	(434,375)	(434,375)
Balance as at 31st December 2024	49,998	12,152,000	11,828,689	32,342,943	14,643,478	760,340	24,660,447	118,455,452	214,893,347	15,058,441	229,951,789
Balance as at 1st January 2025	49,998	12,152,000	11,828,689	32,342,943	14,643,478	760,340	24,660,447	118,455,452	214,893,347	15,058,441	229,951,789
Total Comprehensive Income for the period											
Profit for the period	-	-	-	-	-	-	-	18,860,877	18,860,877	747,644	19,608,521
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	-	(40,704)	504,837	-	(96,009)	368,124	(77,675)	290,448
Total Comprehensive Income/(Expense)	-	-	-	-	(40,704)	504,837	-	18,764,868	19,229,001	669,969	19,898,969
Transactions with Equity Holders, Recognised Directly in Equity											
Transfer to Reserve during the year	-	-	-	-	-	-	1,927,611	(1,927,611)	-	-	-
Dividends Paid	-	-	-	-	-	-	-	-	-	(377,016)	(377,016)
Total Transactions with Equity Holders	-	-	-	-	-	-	1,927,611	(1,927,611)	-	(377,016)	(377,016)
Balance as at 30th June 2025	49,998	12,152,000	11,828,689	32,342,943	14,602,774	1,265,177	26,588,058	135,292,710	234,122,348	15,351,394	249,473,742

CASH FLOW STATEMENT				
FOR THE PERIOD ENDED 30TH JUNE				
	BANK		GROUP	
	2025	2024	2025	2024
	(Rs. '000)	(Rs. '000)	(Rs. '000)	(Rs. '000)
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Cash flows from operating activities				
Profit before tax	27,989,100	2,615,226	30,968,574	5,285,540
Adjustment for				
Non-cash items included in profits before tax	14,833,896	9,035,345	14,759,819	8,348,183
Changes in operating assets	84,410,592	(73,859,524)	43,300,008	(81,806,501)
Changes in operating liabilities	254,380,351	154,628,613	301,339,675	151,270,498
Dividend income from subsidiaries and others	(1,192,777)	(1,181,522)	(63,910)	(54,425)
Interest expense on subordinated debt	3,540,051	2,835,613	3,756,212	3,286,646
Contribution paid to defined benefit plans/Gratuity	1,108,150	560,700	1,302,136	735,217
Tax paid	(12,114,175)	(2,079,450)	(12,708,791)	(2,614,851)
Net Cash Generated from (used in) Operating Activities	372,955,188	92,555,001	382,653,723	84,450,307
Cash Flows from Investing Activities				
Purchase of property, plant and equipment	(2,599,448)	(1,549,847)	(3,397,921)	(1,898,507)
Proceeds from the sale of property, plant and equipment	1,153	(1,998)	8,322	57,810
Purchase of financial investments	(333,074,720)	(69,205,284)	(331,906,617)	(58,814,995)
Net purchase of intangible assets	(150,732)	(302,400)	(196,928)	(332,030)
Dividends received from investment in subsidiaries and Others	1,192,777	1,181,522	63,910	54,425
Net Cash Generated from (used in) Investing Activities	(334,630,970)	(69,878,007)	(335,429,234)	(60,933,297)
Cash Flows from Financing Activities				
Repayment of subordinated debt	-	(903,349)	-	(903,350)
Interest paid on subordinated debt	(412,300)	-	(412,528)	-
Repayment of Lease Liabilities	(1,179,505)	(1,268,122)	(1,496,845)	(1,409,037)
Dividend paid to non-controlling interest	-	-	(377,016)	(434,375)
Net Cash from Financial Activities	(1,591,805)	(2,171,471)	(2,286,389)	(2,746,762)
Net Increase/(Decrease) in Cash & Cash Equivalents	36,732,413	20,505,523	44,938,100	20,770,248
Cash and cash equivalents at the beginning of the year	71,694,016	61,889,582	72,398,306	63,307,106
Cash and cash equivalents at the end of the period	108,426,429	82,395,105	117,336,406	84,077,354

NOTES TO THE INCOME STATEMENT

FOR THE PERIOD ENDED 30TH JUNE	BANK		GROUP	
	2025 (Rs.'000)	2024 (Rs.'000)	2025 (Rs.'000)	2024 (Rs.'000)
1 . Interest Income				
Total Interest Income for the period	176,450,917	175,338,893	192,716,839	189,919,985
Less: Interest income the bank refrained from recognizing	<i>Note</i> -	(17,978,445)	-	(17,978,445)
Interest Income for the period	176,450,917	157,360,448	192,716,839	171,941,540
2 . Profit for the Period				
Profit for the period	18,218,066	11,011,881	19,608,521	12,704,846
Less : Net impact to profit due to Interest income the bank refrained from recognizing	<i>Note</i> -	(9,479,055)	-	(9,479,055)
Profit for the period	18,218,066	1,532,826	19,608,521	3,225,791

Note : In accordance with a direction, during the period ended June 30, 2024, the Bank refrained from recognizing interest income on certain exposure(s) until such time such sums are received. The said exposure(s) were originally backed by an irrevocable sovereign guarantee which was taken over by the Ministry of Finance to their books of accounts pursuant to a cabinet decision effective from December 31, 2022 onwards and the Ministry of Finance had re-assured in writing by their letter dated May 14, 2024 that the Government of Sri Lanka would settle the past due interest on the said exposure(s) once the said debt restructuring is finalized. To save any future doubt, the said process was finalized before December 31, 2024.

ANALYSIS OF LOANS & ADVANCES TO OTHER CUSTOMERS

	BANK		GROUP	
	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs.'000) (Audited)	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs.'000) (Audited)
Loans and advances to Other Customers				
Gross Loans and advances	1,743,681,784	1,671,179,840	1,944,058,687	1,824,098,924
Less :				
Allowance for Expected Credit Losses	(151,410,691)	(149,214,820)	(158,439,306)	(159,071,140)
Stage 1	(7,397,132)	(15,406,686)	(8,439,408)	(16,238,027)
Stage 2	(4,393,086)	(5,119,482)	(4,701,593)	(5,463,608)
Stage 3	(139,620,473)	(128,688,652)	(145,298,305)	(137,369,505)
Net Loans and advances	1,592,271,093	1,521,965,020	1,785,619,381	1,665,027,784
Product-wise Gross loans & advances				
By product – Domestic currency				
Overdrafts	134,619,133	117,465,913	133,986,569	117,127,139
Term loans	838,801,233	806,613,420	918,166,590	856,209,428
Lease rentals receivable	-	-	98,909,076	82,776,539
Credit cards	9,339,372	8,812,220	9,339,372	8,812,220
Pawning	337,077,112	310,846,769	337,077,112	310,846,769
Trade Finance	77,153,555	80,704,036	77,153,555	80,704,036
Others	25,237,690	25,603,897	37,653,755	35,008,192
Sub Total	1,422,228,095	1,350,046,255	1,612,286,029	1,491,484,323
By product – Foreign currency				
Overdrafts	8,401,708	8,737,797	8,401,708	8,737,797
Term loans	284,918,270	299,951,471	295,237,239	311,432,487
Trade Finance	28,133,711	12,444,317	28,133,711	12,444,317
Sub Total	321,453,689	321,133,585	331,772,658	332,614,601
Grand Total	1,743,681,784	1,671,179,840	1,944,058,687	1,824,098,924
Movement in Allowance for Expected Credit loss during the period				
BANK	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 1 st January 2025	15,406,686	5,119,482	128,688,652	149,214,820
Net Charge/(Reversal) for the period	638,145	(726,396)	10,819,441	10,731,190
Amounts written off	(8,647,699)	-	-	(8,647,699)
Exchange rate variance on foreign currency impairment	-	-	112,380	112,380
Closing balance as at 30th June 2025	7,397,132	4,393,086	139,620,473	151,410,691
BANK	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 1 st January 2024	9,635,625	9,115,910	118,180,239	136,931,774
Net Charge/(Reversal) for the year	5,771,061	(3,996,428)	11,049,752	12,824,385
Amounts written off	-	-	-	-
Exchange rate variance on foreign currency impairment	-	-	(541,339)	(541,339)
Closing balance as at 31st December 2024	15,406,686	5,119,482	128,688,652	149,214,820
GROUP	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 1 st January 2025	16,238,027	5,463,608	137,369,505	159,071,140
Net Charge/(Reversal) for the period	849,080	(762,015)	10,167,444	10,254,509
Amounts written off	(8,647,699)	-	(2,351,024)	(10,998,723)
Exchange rate variance on foreign currency impairment	-	-	112,380	112,380
Closing balance as at 30th June 2025	8,439,408	4,701,593	145,298,305	158,439,306
GROUP	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 1 st January 2024	10,488,768	9,972,098	127,538,925	147,999,791
Net Charge/(Reversal) for the year	5,749,259	(4,508,490)	10,349,553	11,590,322
Amounts written off	-	-	-	-
Exchange rate variance on foreign currency impairment	-	-	(518,973)	(518,973)
Closing balance as at 31st December 2024	16,238,027	5,463,608	137,369,505	159,071,140

ANALYSIS OF DEPOSITS

	BANK		GROUP	
	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs.'000) (Audited)	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs.'000) (Audited)
By product – Domestic currency				
Demand deposits (current accounts)	95,957,904	106,000,154	94,533,270	104,707,196
Savings deposits	901,042,357	837,758,900	903,132,744	843,003,154
Fixed deposits	1,768,326,045	1,592,808,586	1,889,027,885	1,680,581,482
Others	2,536,305	1,753,758	4,005,928	3,230,045
Sub total	2,767,862,611	2,538,321,398	2,890,699,827	2,631,521,877
By product – Foreign currency				
Demand deposits (current accounts)	3,997,563	2,033,074	3,997,563	2,033,074
Savings deposits	35,673,488	34,883,796	35,673,488	34,883,796
Fixed deposits	317,689,464	279,435,358	317,689,464	279,435,358
Others	32,603	30,568	32,603	30,568
Sub total	357,393,118	316,382,796	357,393,118	316,382,796
Grand Total	3,125,255,729	2,854,704,194	3,248,092,945	2,947,904,673

ANALYSIS OF CONTINGENT LIABILITIES AND COMMITMENTS

	BANK		GROUP	
	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs.'000) (Audited)	30.06.2025 (Rs.'000) (Unaudited)	31.12.2024 (Rs.'000) (Audited)
By product – Domestic currency				
Acceptances	443,545	270,304	443,545	270,304
Documentary Credit	4,553,327	3,179,538	4,553,327	3,179,538
Guarantees	49,964,133	53,493,560	50,029,589	53,557,596
Forward Exchange Contracts	13,544,283	14,002,918	13,544,283	14,002,918
Undrawn overdrafts & loans	109,262,670	104,313,589	132,025,890	120,738,733
Sub total	177,767,958	175,259,909	200,596,634	191,749,089
By product – Foreign currency				
Acceptances	4,277,305	7,192,872	4,277,305	7,192,872
Documentary Credit	24,643,986	19,145,503	24,643,986	19,145,503
Guarantees	303,083	609,211	303,083	609,211
Forward Exchange Contracts	34,632,549	29,131,195	34,632,549	29,131,195
Undrawn overdrafts & loans	3,903,895	2,727,557	3,903,895	2,727,557
Sub total	67,760,818	58,806,338	67,760,818	58,806,338
Grand Total	245,528,776	234,066,247	268,357,452	250,555,427
Less: Allowance for Expected Credit Loss	(183,570)	(236,511)	(183,570)	(236,511)
Net Contingent Liabilities and Commitments	245,345,206	233,829,736	268,173,882	250,318,916

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

BANK AS AT 30TH JUNE 2025

	Fair Value Through P&L (Rs.'000)	Fair Value Through OCI (Rs.'000)	Amortised Cost (Rs.'000)	Total (Rs.'000)
ASSETS				
Cash and cash equivalents	-	-	108,426,429	108,426,429
Balances with Central Banks	-	-	35,173,333	35,173,333
Placements with Banks	-	-	68,720,401	68,720,401
Derivative Financial Instruments	5,236,785	-	-	5,236,785
Financial Assets - At Fair Value through Profit or Loss	161,726,029	-	-	161,726,029
Loans and Advances to banks	-	-	17,902,416	17,902,416
Loans and Advances to other customers	-	-	1,592,271,093	1,592,271,093
Debt instruments measured at amortised cost	-	-	1,456,063,189	1,456,063,189
Equity instruments at fair value through OCI	-	2,756,194	-	2,756,194
Debt instruments at fair value through OCI	-	6,764,215	-	6,764,215
Total financial assets	166,962,814	9,520,409	3,278,556,861	3,455,040,084
LIABILITIES				
Due to banks	-	-	34,985,487	34,985,487
Derivative Financial Instruments	69,509	-	-	69,509
Due to other customers	-	-	3,125,255,729	3,125,255,729
Other Borrowings	-	-	67,392,518	67,392,518
Subordinated term debts	-	-	57,284,459	57,284,459
Total financial liabilities	69,509	-	3,284,918,193	3,284,987,702

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

BANK AS AT 31ST DECEMBER 2024

	Fair Value Through P&L (Rs.'000)	Fair Value Through OCI (Rs.'000)	Amortised Cost (Rs.'000)	Total (Rs.'000)
ASSETS				
Cash and cash equivalents	-	-	71,694,016	71,694,016
Balances with Central Banks	-	-	33,798,107	33,798,107
Placements with Banks	-	-	59,831,807	59,831,807
Derivative Financial Instruments	5,842,194	-	-	5,842,194
Financial Assets - At Fair Value through Profit or Loss	329,810,350	-	-	329,810,350
Loans and Advances to banks	-	-	31,994,539	31,994,539
Loans and Advances to other customers	-	-	1,521,965,020	1,521,965,020
Debt instruments measured at amortised cost	-	-	1,123,490,537	1,123,490,537
Equity instruments at fair value through OCI	-	2,313,187	-	2,313,187
Debt instruments at fair value through OCI	-	7,110,671	-	7,110,671
Total financial assets	335,652,544	9,423,858	2,842,774,026	3,187,850,428
LIABILITIES				
Due to banks	-	-	36,840,228	36,840,228
Derivative Financial Instruments	168,266	-	-	168,266
Due to other customers	-	-	2,854,704,194	2,854,704,194
Other Borrowings	-	-	75,545,595	75,545,595
Subordinated term debts	-	-	54,156,709	54,156,709
Total financial liabilities	168,266	-	3,021,246,726	3,021,414,992

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

GROUP AS AT 30TH JUNE 2025

	Fair Value Through P&L (Rs.'000)	Fair Value Through OCI (Rs.'000)	Amortised Cost (Rs.'000)	Total (Rs.'000)
ASSETS				
Cash and cash equivalents	-	-	117,336,406	117,336,406
Balances with Central Banks	-	-	35,173,333	35,173,333
Placements with Banks	-	-	64,428,443	64,428,443
Derivative Financial Instruments	5,236,785	-	-	5,236,785
Financial Assets - At Fair Value through Profit or Loss	162,919,052	-	-	162,919,052
Loans and Advances to banks	-	-	22,559,170	22,559,170
Loans and Advances to other customers	-	-	1,785,619,381	1,785,619,381
Debt instruments measured at amortised cost	-	-	1,470,039,530	1,470,039,530
Equity instruments at fair value through OCI	-	3,237,865	-	3,237,865
Debt instruments at fair value through OCI	-	7,683,627	-	7,683,627
Total financial assets	168,155,837	10,921,492	3,495,156,263	3,674,233,592
LIABILITIES				
Due to banks	-	-	61,374,392	61,374,392
Derivative Financial Instruments	69,509	-	-	69,509
Due to other customers	-	-	3,248,092,945	3,248,092,945
Other Borrowings	-	-	67,255,451	67,255,451
Subordinated term debts	-	-	62,408,954	62,408,954
Total financial liabilities	69,509	-	3,439,131,742	3,439,201,251

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

GROUP AS AT 31ST DECEMBER 2024

	Fair Value Through P&L (Rs.'000)	Fair Value Through OCI (Rs.'000)	Amortised Cost (Rs.'000)	Total (Rs.'000)
ASSETS				
Cash and cash equivalents	-	-	72,398,306	72,398,306
Balances with Central Banks	-	-	33,798,107	33,798,107
Placements with Banks	-	-	62,005,136	62,005,136
Derivative Financial Instruments	5,842,194	-	-	5,842,194
Financial Assets - At Fair Value through Profit or Loss	330,597,382	-	-	330,597,382
Loans and Advances to banks	-	-	37,047,879	37,047,879
Loans and Advances to other customers	-	-	1,665,027,784	1,665,027,784
Debt instruments measured at amortised cost	-	-	1,138,634,981	1,138,634,981
Equity instruments at fair value through OCI	-	2,668,358	-	2,668,358
Debt instruments at fair value through OCI	-	8,576,912	-	8,576,912
Total financial assets	336,439,576	11,245,270	3,008,912,193	3,356,597,039
LIABILITIES				
Due to banks	-	-	46,871,380	46,871,380
Derivative Financial Instruments	168,266	-	-	168,266
Due to other customers	-	-	2,947,904,673	2,947,904,673
Other Borrowings	-	-	75,482,595	75,482,595
Subordinated term debts	-	-	59,065,269	59,065,269
Total financial liabilities	168,266	-	3,129,323,917	3,129,492,183

SELECTED PERFORMANCE INDICATORS (Based on Regulatory Reporting)

	BANK		GROUP	
	As at 30.06.2025 (Unaudited)	As at 31.12.2024 (Audited)	As at 30.06.2025 (Unaudited)	As at 31.12.2024 (Audited)
Regulatory Capital Adequacy				
Common Equity Tier 1 Capital [Rs. 000]	134,562,023	117,433,508	172,876,936	155,947,874
Core (Tier 1) Capital [Rs. 000]	139,562,023	122,433,508	177,876,936	160,947,874
Total Capital Base [Rs. 000]	197,446,275	186,055,559	236,957,718	226,208,990
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital (%) (Min. requirement - 8.0%)	11.55	10.43	12.84	12.18
Tier 1 Capital Ratio (%) (Min. requirement - 9.5%)	11.98	10.88	13.21	12.57
Total Capital Ratio (%) (Min. requirement - 13.5%)	16.94	16.53	17.60	17.67
Basel III Leverage Ratio (Min. requirement - 3%)	3.81	3.65	4.57	4.56
Total Stock of High Quality Liquid Assets [Rs.000]	1,599,787,528	1,417,850,575	-	-
Liquidity Coverage Ratio - Rupee	318.63	353.86	-	-
Liquidity Coverage Ratio - All Currency	257.34	279.52	-	-
Net Stable Funding Ratio (Min. requirement - 100%)	178.70	178.92	-	-
Asset Quality (Quality of Loan Portfolio)				
Impaired Loans (Stage 3) Ratio (%)	9.39	10.26	8.70	9.72
Impairment (Stage 3) to Stage 3 Loans Ratio (%)	44.74	41.49	45.05	42.37
Income and Profitability				
Net Interest Margin, %	4.03	3.39	4.35	3.68
Return on Assets (Before Tax), %	1.63	1.31	1.70	1.43
Return on Equity (After Tax) , %	19.04	14.67	16.36	13.23
Cost to Income Ratio %	41.30	50.28	44.22	52.18
Memorandum Information				
Credit Rating	AA-	AA-	-	-
Number of Employees	7,515	7,633	11,417	10,994
Number of Branches	751	751	862	862

EXPLANATORY NOTES

1. These Financial Statements for the Period ended June 30, 2025, includes "The Bank" referring to People`s Bank, as the Parent entity and "The Group" referring to the consolidation of the Bank and its subsidiaries, People`s Leasing & Finance PLC and People`s Travels (Private) Limited, with effective ownership of 75.0% and 99.0% respectively.
2. There have been no changes in the accounting policies and methods of computation since the publication of its Annual Financial Statements for the year ended December 31, 2024.
3. The Bank and the Group closely monitors all developments from a macro-economic. For purposes of assessing Expected Credit Losses (ECL), these estimates reasonably takes into consideration many factors including, amongst other, behavioral patterns of DPDs and macro variables such as inflation, exchange rates, interest rates, and GDP growth forecasts.

At June 30, 2025 - the Bank and the Group reassessed the Probabilities of Default (PD) and Economic Factor Adjustment (EFA) used in its assessment of Expected Credit Losses (ECL) under collective impairment. All Individually Significant Loan (ISL) customers were evaluated for any objective evidence(s) using reasonable and supportable information available as at the date of the evaluation, and provisions have been made in accordance there with as at June 30, 2025.

4. All known expenses have been charged to these financial statements.
5. Other than those above given, or as already considered in these Financial Statements, no known circumstances have arisen since June 30, 2025- which would require adjustments to, or disclosure in these interim financial statements.

CERTIFICATION

These Financial Statements give a true and fair view of the state of affairs of the Bank and its Subsidiaries as at June 30, 2025 and the profit for the period then ended.

(Sgd.)
Thushari Hewawasam
Acting Head of Finance

We the undersigned being the Chairman, Director and Chief Executive Officer/General Manager of the Bank jointly certify that;

- (a) the above statements have been prepared in compliance with the formats and definitions prescribed by the Central Bank of Sri Lanka; and
- (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.)
Narada Fernando
Chairman

(Sgd.)
Jayantha Thilakarathne
Director

(Sgd.)
Clive Fonseka
Chief Executive Officer/General Manager

25th August 2025
Colombo.