PEOPLE'S BANK

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30TH SEPTEMBER

2026

FITCH RATING AA+ (LKA)

INCOME STATEMENT

FOR THE PERIOD ENDED 30TH SEPTEMBER

	BANK			GROUP		
	2026 (Rs. '000) (Unaudited)	2025 (Rs. '000) (Unaudited)	Change %	2026 (Rs. '000) (Unaudited)	2025 (Rs. '000) (Unaudited)	Change %
Gross Income	**314,649,482**	**284,662,214**	**10.5**	**361,958,622**	**313,040,370**	**15.6**
Interest income	293,746,184	264,919,346	10.9	336,518,723	291,360,963	15.5
Interest expenses	(167,520,171)	(161,040,328)	4.0	(187,923,541)	(171,889,513)	9.3
Net Interest Income	**126,226,013**	**103,879,018**	**21.5**	**148,595,182**	**119,471,450**	**24.4**
Fee and commission income	15,694,270	13,624,422	15.2	17,299,737	15,063,907	14.8
Fee and commission expenses	(2,034,124)	(1,424,574)	42.8	(2,034,124)	(1,424,574)	42.8
Net Fee and Commission Income	**13,660,146**	**12,199,848**	**12.0**	**15,265,613**	**13,639,333**	**11.9**
Net gain / (loss) from trading	3,008,295	2,782,970	8.1	3,123,946	2,857,002	9.3
Other operating income (net)	2,200,733	3,335,476	(34.0)	5,016,216	3,758,498	33.5
Total Operating Income	**145,095,187**	**122,197,312**	18.7	**172,000,957**	**139,726,283**	**23.1**
Impairment Charge	(20,327,852)	(14,550,109)	39.7	(22,320,686)	(14,417,935)	54.8
Loans & advances to Customers	(20,086,844)	(14,811,774)		(22,189,617)	(14,669,121)	
Other Financial Assets	(241,018)	(135,901)		(241,018)	(146,380)	
Others	10	397,566		109,949	397,566	
Net Operating Income	**124,767,335**	**107,647,203**	15.9	**149,680,271**	**125,308,348**	**19.4**
Personnel Expenses	(32,229,668)	(27,704,791)	16.3	(40,194,451)	(33,890,655)	18.6
Depreciation and Amortisation	(3,897,796)	(4,219,746)	(7.6)	(4,526,341)	(4,784,663)	(5.4)
Other Expenses	(20,194,424)	(18,128,275)	11.4	(26,508,098)	(22,862,922)	15.9
Operating Profit Before Taxes on Financial Services	**68,445,447**	**57,594,391**	18.8	**78,451,381**	**63,770,108**	**23.0**
Taxes on financial services	(16,365,746)	(13,849,610)	18.2	(19,158,097)	(15,856,953)	20.8
Profit Before Tax	**52,079,701**	**43,744,781**	19.1	**59,293,284**	**47,913,155**	**23.8**
Income Tax Expenses	(19,542,682)	(14,973,195)	30.5	(23,278,076)	(17,397,075)	33.8
Profit for the period	**32,537,019**	**28,771,586**	13.1	**36,015,208**	**30,516,080**	**18.0**
Profit Attributable to :						
Equity Holders of the Bank	32,537,019	28,771,586	13.1	34,752,125	29,376,910	18.3
Non-Controlling Interests	-	-		1,263,083	1,139,170	10.9
	32,537,019	**28,771,586**	13.1	**36,015,208**	**30,516,080**	**18.0**
Earnings Per Share on Profit						
Basic Earnings per Ordinary Share [Rs.]	32,537	28,772	13.1	34,752	29,377	18.3
Diluted Earnings per Ordinary Share [Rs.]	133	118	13.1	142	120	18.3

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30TH SEPTEMBER

	BANK		GROUP	
	2026 (Rs. '000) (Unaudited)	2025 (Rs. '000) (Unaudited)	2026 (Rs. '000) (Unaudited)	2025 (Rs. '000) (Unaudited)
Profit for the period	**32,537,019**	**28,771,586**	**36,015,208**	**30,516,080**
Other comprehensive income that will not be reclassified to the income statement				
Net Gains/(Losses) on equity instruments at fair value through OCI	809,882	1,072,206	848,122	1,313,675
Net Actuarial Gains/(Losses) on Defined Benefit Plans	-	-	(64,316)	(51,802)
Deferred Tax Effect on Defined Benefit Plans	-	-	19,804	14,624
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	(1,293)	(9,543)	(1,293)	(9,543)
Deferred Tax Effect on OCI items	-	-	12,926	(73,572)
Net Gains/(Losses) on translating the financial statements of foreign operation	-	-	87,091	(208,962)
Other Comprehensive Income for the period, Net of Taxes	808,589	1,062,663	902,334	984,420
Total Comprehensive Income for the period	**33,345,608**	**29,834,249**	**36,917,542**	**31,500,500**
Attributable to :				
Equity Holders of the Bank	33,345,608	29,834,249	35,599,969	30,458,583
Non-Controlling Interests	-	-	1,317,573	1,041,917
	33,345,608	**29,834,249**	**36,917,542**	**31,500,500**

STATEMENT OF FINANCIAL POSITION

AS AT

	BANK			GROUP		
	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs. '000) (Audited)	Change %	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs. '000) (Audited)	Change %
Assets						
Cash and Cash Equivalents	79,999,445	109,138,690	(26.7)	92,046,689	110,598,346	(16.8)
Balances with Central Bank of Sri Lanka	55,787,849	38,417,296	45.2	55,787,849	38,417,296	45.2
Placements with Banks	141,375,566	85,166,913	66.0	147,950,025	89,852,936	64.7
Derivative Financial Instruments	4,382,421	4,524,930	(3.1)	4,382,421	4,524,930	(3.1)
Financial Assets - At Fair Value through Profit or Loss	179,934,456	307,296,907	(41.4)	181,834,527	308,444,628	(41.0)
Financial Assets - At Amortised Cost						
Loans and advances to Banks	144,524,831	83,506,019	73.1	158,307,637	89,185,034	77.5
Loans and advances to Other Customers	1,934,713,141	1,730,671,216	11.8	2,248,011,839	2,000,085,410	12.4
Debt instruments measured at amortised cost	1,291,620,587	1,230,298,162	5.0	1,309,279,106	1,242,598,653	5.4
Financial Assets - At Fair Value through other Comprehensive income [OCI]						
Equity instruments at fair value through OCI	4,222,797	3,431,075	23.1	4,291,967	3,704,427	15.9
Debt instruments at fair value through OCI	4,295,778	7,081,782	(39.3)	4,295,778	8,051,542	(46.6)
Investments in Subsidiaries	7,139,255	6,153,102	16.0	-	-	-
Property, Plant, Equipment and Right of use assets	59,626,085	60,687,299	(1.7)	73,625,285	74,045,961	(0.6)
Intangible Assets and Goodwill	1,535,648	1,842,560	(16.7)	1,760,735	2,090,486	(15.8)
Other Assets	38,407,470	40,188,540	(4.4)	35,986,138	38,634,783	(6.9)
Total Assets	**3,947,565,329**	**3,708,404,491**	**6.4**	**4,317,559,996**	**4,010,234,432**	**7.7**
Liabilities						
Due to Banks	13,229,911	25,969,385	(49.1)	107,381,797	96,287,432	11.5
Derivative Financial Instruments	55,339	93,407	(40.8)	55,339	93,407	(40.8)
Due to Other Customers	3,317,705,220	3,229,886,179	2.7	3,513,784,639	3,380,319,917	3.9
Other Borrowings	198,496,739	100,014,574	98.5	191,248,900	99,787,574	91.7
Current Tax Liabilities	14,032,582	9,845,693	42.5	15,508,992	11,372,189	36.4
Net Deferred Tax Liabilities	6,611,988	6,787,488	(2.6)	9,082,401	9,581,574	(5.2)
Other Liabilities	78,075,581	76,217,192	2.4	96,594,749	97,169,725	(0.6)
Subordinated Term Debts	68,024,751	40,552,963	67.7	78,031,219	45,508,349	71.5
Total Liabilities	**3,696,232,111**	**3,489,366,881**	**5.9**	**4,011,688,036**	**3,740,120,167**	**7.3**
Equity						
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	12,201,998	12,201,998	-
Statutory Reserve Fund	12,201,998	12,201,998	-	12,201,998	12,201,998	-
Other Reserves	73,153,756	70,674,271	3.5	76,946,495	74,394,779	3.4
Retained Earnings	153,775,466	123,959,343	24.1	187,156,127	155,157,874	20.6
Total Shareholders' Equity	**251,333,218**	**219,037,610**	**14.7**	**288,506,618**	**253,956,649**	**13.6**
Non-Controlling Interests	-	-	-	17,365,342	16,157,616	7.5
Total Equity	**251,333,218**	**219,037,610**	**14.7**	**305,871,960**	**270,114,265**	**13.2**
Total Equity and Liabilities	**3,947,565,329**	**3,708,404,491**	**6.4**	**4,317,559,996**	**4,010,234,432**	**7.7**
Contingent Liabilities and Commitments	**262,391,358**	**248,762,020**	**5.5**	**283,741,017**	**277,222,334**	**2.4**
Number of Employees	8,031	8,122		12,556	12,489	
Number of Branches	744	746		915	917	

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30TH SEPTEMBER

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 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 year									
Profit for the year	-	-	-	-	-	-	-	40,229,514	40,229,514
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	(2,265,199)	-	1,109,396	-	1,516,355	360,552
Total Comprehensive Income/(Expense)	-	-	-	(2,265,199)	-	1,109,396	-	41,745,869	40,590,066
Transactions with equity holders, recognised directly in equity									
Transfer to Reserves during the Year	-	-	373,309	-	-	-	2,849,082	(3,222,390)	-
Transfer on disposal of FVOCI shares	-	-	-	-	-	(265)	-	265	-
Special levy to Treasury/ Dividend	-	-	-	-	-	-	-	(3,550,000)	(3,550,000)
Total Transactions with Equity Holders	-	-	373,309	-	-	(265)	2,849,082	(6,772,125)	(3,550,000)
Balance as at 31st December 2025	**49,998**	**12,152,000**	**12,201,998**	**27,130,485**	**14,141,373**	**1,892,885**	**27,509,529**	**123,959,343**	**219,037,610**
Balance as at 1st January 2026	**49,998**	**12,152,000**	**12,201,998**	**27,130,485**	**14,141,373**	**1,892,885**	**27,509,529**	**123,959,343**	**219,037,610**
Total Comprehensive Income for the period									
Profit for the period	-	-	-	-	-	-	-	32,537,019	32,537,019
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	-	-	808,589	-	-	808,589
Total Comprehensive Income/(Expense)	-	-	-	-	-	808,589	-	32,537,019	33,345,608
Transactions with Equity Holders, Recognised Directly in Equity									
Transfer to Reserves during the period	-	-	-	-	471,850	-	1,204,897	(1,676,747)	-
Transfer on disposal of FVOCI shares	-	-	-	-	-	(5,851)	-	5,851	-
Special levy to Treasury/ Dividend	-	-	-	-	-	-	-	(1,050,000)	(1,050,000)
Total Transactions with Equity Holders	-	-	-	-	471,850	(5,851)	1,204,897	(2,720,896)	(1,050,000)
Balance as at 30th September 2026	**49,998**	**12,152,000**	**12,201,998**	**27,130,485**	**14,613,223**	**2,695,623**	**28,714,426**	**153,775,466**	**251,333,218**

STATEMENT OF CHANGES IN EQUITY

GROUP

	Stated capital/ Assigned capital		Reserves						Total	Non controlling interest	Total equity
	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)	(Rs.'000)	(Rs.'000)
Balance as at 1st January 2025	**49,998**	**12,152,000**	**11,828,689**	**32,342,943**	**14,643,478**	**760,341**	**24,660,447**	**118,455,452**	**214,893,348**	**15,058,441**	**229,951,789**
Total Comprehensive Income for the year											
Profit for the year	-	-	-	-	-	-	-	41,974,128	41,974,128	1,509,581	43,483,709
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	(2,053,946)	(52,546)	1,245,246	-	1,500,419	639,173	23,162	662,335
Total Comprehensive Income/(Expense)	-	-	-	**(2,053,946)**	**(52,546)**	**1,245,246**	**-**	**43,474,547**	**42,613,301**	**1,532,743**	**44,146,044**
Transactions with equity holders, recognised directly in equity											
Transfer to Reserves during the Year	-	-	373,309	-	-	-	2,849,082	(3,222,390)	-	-	-
Transfer on disposal of FVOCI shares	-	-	-	-	-	(265)	-	265	-	-	-
Special levy to Treasury/ Dividend	-	-	-	-	-	-	-	(3,550,000)	(3,550,000)	-	(3,550,000)
Dividends Paid	-	-	-	-	-	-	-	-	-	(433,568)	(433,568)
Total Transactions with Equity Holders	-	-	373,309	-	-	(265)	2,849,082	(6,772,125)	(3,550,000)	(433,568)	(3,983,568)
Balance as at 31st December 2025	**49,998**	**12,152,000**	**12,201,998**	**30,288,998**	**14,590,932**	**2,005,322**	**27,509,529**	**155,157,874**	**253,956,649**	**16,157,616**	**270,114,265**
Balance as at 1st January 2026	**49,998**	**12,152,000**	**12,201,998**	**30,288,998**	**14,590,932**	**2,005,322**	**27,509,529**	**155,157,874**	**253,956,649**	**16,157,616**	**270,114,265**
Total Comprehensive Income for the period											
Profit for the period	-	-	-	-	-	-	-	34,752,125	34,752,125	1,263,083	36,015,208
Other comprehensive income/(Expense) [Net of Taxes]	-	-	-	-	33,857	846,963	-	(32,976)	847,844	54,490	902,334
Total Comprehensive Income/(Expense)	-	-	-	-	33,857	846,963	-	34,719,149	35,599,969	1,317,573	36,917,542
Transactions with Equity Holders, Recognised Directly in Equity											
Transfer to Reserves during the period	-	-	-	-	471,850	-	1,204,897	(1,676,747)	-	-	-
Transfer on disposal of FVOCI shares	-	-	-	-	-	(5,851)	-	5,851	-	-	-
Special levy to Treasury/ Dividend	-	-	-	-	-	-	-	(1,050,000)	(1,050,000)	-	(1,050,000)
Dividends Paid	-	-	-	-	-	-	-	-	-	(109,847)	(109,847)
Total Transactions with Equity Holders	-	-	-	-	471,850	(5,851)	1,204,897	(2,720,896)	(1,050,000)	(109,847)	(1,159,847)
Balance as at 30th September 2026	**49,998**	**12,152,000**	**12,201,998**	**30,288,998**	**15,096,639**	**2,846,434**	**28,714,426**	**187,156,127**	**288,506,618**	**17,365,342**	**305,871,960**

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 30TH SEPTEMBER

	BANK		GROUP	
	2026 (Rs. '000) (Unaudited)	2025 (Rs. '000) (Unaudited)	2026 (Rs. '000) (Unaudited)	2025 (Rs. '000) (Unaudited)
Cash flows from operating activities				
Profit before tax	**52,079,701**	**43,744,781**	**59,293,284**	**47,913,155**
Adjustment for				
Non-cash items included in profits before tax	25,244,225	19,774,531	28,987,330	21,343,810
Changes in operating assets	(227,825,798)	(41,497,785)	(282,367,959)	(120,083,906)
Changes in operating liabilities	175,074,628	302,670,626	235,302,771	385,912,682
Dividend income from subsidiaries and others	(90,413)	(1,376,729)	(92,926)	(249,933)
Interest expense on subordinated debt	5,515,772	4,723,731	5,785,928	5,048,185
Contribution paid to defined benefit plans/Gratuity	2,377,174	1,662,225	2,377,174	1,856,211
Tax paid	(15,531,293)	(18,424,899)	(19,607,716)	(19,891,859)
Net Cash from (used in) Operating Activities	16,843,996	311,276,481	29,677,885	321,848,345
Cash Flows from Investing Activities				
Purchase of property, plant and equipment	(2,298,683)	(3,941,308)	(3,536,506)	(4,396,245)
Proceeds from the sale of property, plant and equipment	43,480	11,972	51,475	21,808
Purchase of financial investments	(61,905,365)	(277,310,937)	(67,263,393)	(275,257,672)
Net purchase of intangible assets	(230,987)	(200,160)	(239,408)	(276,281)
Dividends received from investment in subsidiaries and Others	90,413	1,376,729	92,926	249,933
Net Cash from (used in) Investing Activities	(64,301,142)	(280,063,704)	(70,894,906)	(279,658,457)
Cash Flows from Financing Activities				
Proceed received from subordinated debt	25,000,000	-	35,000,000	-
Repayment of subordinated debt	-	(12,900,000)	-	(12,900,000)
Interest paid on subordinated debt	(3,043,984)	(4,372,682)	(8,263,050)	(4,757,001)
Repayment of Lease Liabilities	(1,531,681)	(1,770,341)	(1,711,739)	(2,387,791)
Interest paid on Lease Liabilities	(556,434)	-	(700,000)	-
Dividend paid to non-controlling interest	-	-	(109,847)	(433,568)
Dividend/Levy paid to holders of other equity instruments	(1,550,000)	-	(1,550,000)	-
Net Cash from (used in) Financial Activities	18,317,901	(19,043,023)	22,665,364	(20,478,360)
Net Increase/(Decrease) in Cash & Cash Equivalents	(29,139,245)	12,169,754	(18,551,657)	21,711,527
Cash and cash equivalents at the beginning of the period	109,138,690	71,694,016	110,598,346	72,398,306
Cash and cash equivalents at the end of the period	**79,999,445**	**83,863,770**	**92,046,689**	**94,109,833**

ANALYSIS OF LOANS & ADVANCES TO OTHER CUSTOMERS

	BANK		GROUP	
	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs.'000) (Audited)	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs.'000) (Audited)
Loans and advances to Other Customers				
Gross Loans and advances	**2,112,260,299**	**1,887,812,912**	**2,433,439,472**	**2,164,892,085**
Less :				
Allowance for Expected Credit Losses	**(177,547,158)**	(157,141,696)	**(185,427,633)**	**(164,806,675)**
Stage 1	(8,018,284)	(8,756,123)	(9,593,347)	(10,089,494)
Stage 2	(3,790,554)	(4,657,650)	(4,837,002)	(5,539,534)
Stage 3	(165,738,320)	(143,727,923)	(170,997,284)	(149,177,647)
Net Loans and advances	**1,934,713,141**	**1,730,671,216**	**2,248,011,839**	**2,000,085,410**
Product-wise Gross loans & advances				
By product – Domestic currency				
Overdrafts	134,210,574	121,949,097	133,390,030	120,996,630
Term loans	1,028,106,565	912,255,486	1,190,871,061	1,046,644,729
Lease rentals receivable	-	-	128,921,021	113,962,663
Credit cards	13,078,238	10,804,968	13,078,238	10,804,968
Pawning	474,857,384	386,372,466	474,857,384	386,372,466
Trade Finance	102,185,900	100,050,089	102,185,900	100,050,089
Others	29,378,788	28,144,551	46,199,018	45,116,075
Sub Total	**1,781,817,449**	**1,559,576,657**	**2,089,502,652**	**1,823,947,620**
By product – Foreign currency				
Overdrafts	1,855,123	8,829,930	1,855,123	8,829,930
Term loans	296,500,731	282,390,285	309,994,701	295,098,495
Trade Finance	32,086,996	37,016,040	32,086,996	37,016,040
Sub Total	**330,442,850**	**328,236,255**	**343,936,820**	**340,944,465**
Grand Total	**2,112,260,299**	**1,887,812,912**	**2,433,439,472**	**2,164,892,085**

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 2026	**8,756,123**	**4,657,650**	**143,727,923**	**157,141,696**
Net Charge/(Reversal) for the period	(737,839)	(867,096)	21,691,779	20,086,844
Exchange rate variance on foreign currency impairment	-	-	318,618	318,618
Closing balance as at 30th September 2026	**8,018,284**	**3,790,554**	**165,738,320**	**177,547,158**

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 year	1,997,136	(461,832)	14,768,288	16,303,592
Amounts written off	(8,647,699)	-	-	(8,647,699)
Exchange rate variance on foreign currency impairment	-	-	270,983	270,983
Closing balance as at 31st December 2025	**8,756,123**	**4,657,650**	**143,727,923**	**157,141,696**

GROUP	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 1 st January 2026	**10,089,494**	**5,539,534**	**149,177,647**	**164,806,675**
Net Charge/(Reversal) for the period	(496,147)	(702,532)	23,388,296	22,189,617
Amounts written off	-	-	(1,887,277)	(1,887,277)
Exchange rate variance on foreign currency impairment	-	-	318,618	318,618
Closing balance as at 30th September 2026	**9,593,347**	**4,837,002**	**170,997,284**	**185,427,633**

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 year	2,499,166	75,926	13,928,874	16,503,966
Amounts written off	(8,647,699)	-	(2,391,715)	(11,039,414)
Exchange rate variance on foreign currency impairment	-	-	270,983	270,983
Closing balance as at 31st December 2025	**10,089,494**	**5,539,534**	**149,177,647**	**164,806,675**

ANALYSIS OF DEPOSITS

	BANK		GROUP	
	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs. '000) (Audited)	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs. '000) (Audited)
By product – Domestic currency				
Demand deposits (current accounts)	109,578,719	120,883,044	107,609,255	119,484,264
Savings deposits	988,796,489	954,676,147	996,636,413	962,638,050
Fixed deposits	1,799,858,656	1,767,415,461	1,988,711,947	1,909,878,012
Others	4,656,944	3,250,187	6,012,612	4,658,251
Sub total	**2,902,890,808**	**2,846,224,839**	**3,098,970,227**	**2,996,658,577**
By product – Foreign currency				
Demand deposits (current accounts)	2,173,353	2,175,964	2,173,353	2,175,964
Savings deposits	41,378,012	38,485,176	41,378,012	38,485,176
Fixed deposits	371,228,576	342,967,907	371,228,576	342,967,907
Others	34,471	32,293	34,471	32,293
Sub total	**414,814,412**	**383,661,340**	**414,814,412**	**383,661,340**
Grand Total	**3,317,705,220**	**3,229,886,179**	**3,513,784,639**	**3,380,319,917**

ANALYSIS OF CONTINGENT LIABILITIES AND COMMITMENTS

	BANK		GROUP	
	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs.'000) (Audited)	30.09.2026 (Rs.'000) (Unaudited)	31.12.2025 (Rs.'000) (Audited)
By product – Domestic currency				
Acceptances	985,745	1,237,842	985,745	1,237,842
Documentary Credit	3,288,258	4,816,794	3,288,258	4,816,794
Guarantees	62,047,825	61,946,206	62,120,326	62,020,213
Forward Exchange Contracts	6,237,761	8,034,568	6,237,761	8,034,568
Undrawn overdrafts & loans	115,748,538	113,186,166	137,025,696	141,572,473
Sub total	**188,308,127**	**189,221,576**	**209,657,786**	**217,681,890**
By product – Foreign currency				
Acceptances	4,123,667	8,750,489	4,123,667	8,750,489
Documentary Credit	29,044,820	29,440,800	29,044,820	29,440,800
Guarantees	128,459	185,050	128,459	185,050
Forward Exchange Contracts	29,823,247	18,182,438	29,823,247	18,182,438
Undrawn overdrafts & loans	11,124,303	3,100,343	11,124,303	3,100,343
Sub total	**74,244,496**	**59,659,120**	**74,244,496**	**59,659,120**
Grand Total	**262,552,623**	**248,880,696**	**283,902,282**	**277,341,010**
Less: Allowance for Expected Credit Loss	**(161,265)**	**(118,676)**	**(161,265)**	**(118,676)**
Net Contingent Liabilities and Commitments	**262,391,358**	**248,762,020**	**283,741,017**	**277,222,334**

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

BANK AS AT 30TH SEPTEMBER 2026

	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	-	-	79,999,445	79,999,445
Balances with Central Banks	-	-	55,787,849	55,787,849
Placements with Banks	-	-	141,375,566	141,375,566
Derivative Financial Instruments	4,382,421	-	-	4,382,421
Financial Assets - At Fair Value through Profit or Loss	179,934,456	-	-	179,934,456
Loans and Advances to banks	-	-	144,524,831	144,524,831
Loans and Advances to other customers	-	-	1,934,713,141	1,934,713,141
Debt instruments measured at amortised cost	-	-	1,291,620,587	1,291,620,587
Equity instruments at fair value through OCI	-	4,222,797	-	4,222,797
Debt instruments at fair value through OCI	-	4,295,778	-	4,295,778
Total financial assets	**184,316,877**	**8,518,575**	**3,648,021,419**	**3,840,856,871**
LIABILITIES				
Due to banks	-	-	13,229,911	13,229,911
Derivative Financial Instruments	55,339	-	-	55,339
Due to other customers	-	-	3,317,705,220	3,317,705,220
Other Borrowings	-	-	198,496,739	198,496,739
Subordinated term debts	-	-	68,024,751	68,024,751
Total financial liabilities	**55,339**	-	**3,597,456,621**	**3,597,511,960**

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

BANK AS AT 31ST DECEMBER 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	-	-	109,138,690	109,138,690
Balances with Central Banks	-	-	38,417,296	38,417,296
Placements with Banks	-	-	85,166,913	85,166,913
Derivative Financial Instruments	4,524,930	-	-	4,524,930
Financial Assets - At Fair Value through Profit or Loss	307,296,907	-	-	307,296,907
Loans and Advances to banks	-	-	83,506,019	83,506,019
Loans and Advances to other customers	-	-	1,730,671,216	1,730,671,216
Debt instruments measured at amortised cost	-	-	1,230,298,162	1,230,298,162
Equity instruments at fair value through OCI	-	3,431,075	-	3,431,075
Debt instruments at fair value through OCI	-	7,081,782	-	7,081,782
Total financial assets	**311,821,837**	**10,512,857**	**3,277,198,296**	**3,599,532,990**
LIABILITIES				
Due to banks	-	-	25,969,385	25,969,385
Derivative Financial Instruments	93,407	-	-	93,407
Due to other customers	-	-	3,229,886,179	3,229,886,179
Other Borrowings	-	-	100,014,574	100,014,574
Subordinated term debts	-	-	40,552,963	40,552,963
Total financial liabilities	**93,407**	**-**	**3,396,423,101**	**3,396,516,508**

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

GROUP AS AT 30TH SEPTEMBER 2026

	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	-	-	92,046,689	92,046,689
Balances with Central Banks	-	-	55,787,849	55,787,849
Placements with Banks	-	-	147,950,025	147,950,025
Derivative Financial Instruments	4,382,421	-	-	4,382,421
Financial Assets - At Fair Value through Profit or Loss	181,834,527	-	-	181,834,527
Loans and Advances to banks	-	-	158,307,637	158,307,637
Loans and Advances to other customers	-	-	2,248,011,839	2,248,011,839
Debt instruments measured at amortised cost	-	-	1,309,279,106	1,309,279,106
Equity instruments at fair value through OCI	-	4,291,967	-	4,291,967
Debt instruments at fair value through OCI	-	4,295,778	-	4,295,778
Total financial assets	**186,216,948**	**8,587,745**	**4,011,383,145**	**4,206,187,838**
LIABILITIES				
Due to banks	-	-	107,381,797	107,381,797
Derivative Financial Instruments	55,339	-	-	55,339
Due to other customers	-	-	3,513,784,639	3,513,784,639
Other Borrowings	-	-	191,248,900	191,248,900
Subordinated term debts	-	-	78,031,219	78,031,219
Total financial liabilities	**55,339**	-	**3,890,446,555**	**3,890,501,894**

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

GROUP AS AT 31ST DECEMBER 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	-	-	110,598,346	110,598,346
Balances with Central Banks	-	-	38,417,296	38,417,296
Placements with Banks	-	-	89,852,936	89,852,936
Derivative Financial Instruments	4,524,930	-	-	4,524,930
Financial Assets - At Fair Value through Profit or Loss	308,444,628	-	-	308,444,628
Loans and Advances to banks	-	-	89,185,034	89,185,034
Loans and Advances to other customers	-	-	2,000,085,410	2,000,085,410
Debt instruments measured at amortised cost	-	-	1,242,598,653	1,242,598,653
Equity instruments at fair value through OCI	-	3,704,427	-	3,704,427
Debt instruments at fair value through OCI	-	8,051,542	-	8,051,542
Total financial assets	**312,969,558**	**11,755,969**	**3,570,737,675**	**3,895,463,202**
LIABILITIES				
Due to banks	-	-	96,287,432	96,287,432
Derivative Financial Instruments	93,407	-	-	93,407
Due to other customers	-	-	3,380,319,917	3,380,319,917
Other Borrowings	-	-	99,787,574	99,787,574
Subordinated term debts	-	-	45,508,349	45,508,349
Total financial liabilities	**93,407**	-	**3,621,903,272**	**3,621,996,679**

SELECTED PERFORMANCE INDICATORS (Based on Regulatory Reporting)

	BANK		GROUP	
	As at 30.09.2026 (Unaudited)	As at 31.12.2025 (Audited)	As at 30.09.2026 (Unaudited)	As at 31.12.2025 (Audited)
Regulatory Capital Adequacy				
Common Equity Tier 1 Capital [Rs. 000]	173,233,678	149,649,766	218,956,158	195,009,563
Core (Tier 1) Capital [Rs. 000]	178,233,678	154,649,766	223,956,158	200,009,563
Total Capital Base [Rs. 000]	251,152,095	209,165,741	308,715,520	256,299,852
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital (%) (Min. requirement -2025-8.0 % 2026 Sep - 9.0%)	12.03	11.79	12.37	12.78
Tier 1 Capital Ratio (%) (Min. requirement -2025-9.5% 2026 Sep - 10.5%)	12.37	12.18	12.66	13.10
Total Capital Ratio (%) (Min. requirement -2025-13.5% 2026 Sep- 14.5%)	17.43	16.48	17.45	16.79
Basel III Leverage Ratio (Min. requirement - 3%)	4.11	4.10	4.73	4.90
Total Stock of High Quality Liquid Assets [Rs.000]	1,307,975,542	1,467,524,635	-	-
Liquidity Coverage Ratio - Rupee	226.51	263.32	-	-
Liquidity Coverage Ratio - All Currency	190.75	218.54	-	-
Net Stable Funding Ratio (Min. requirement - 100%)	145.79	162.40	-	-
Asset Quality (Quality of Loan Portfolio)				
Impaired Loans (Stage 3) Ratio (%) (Net)	6.30	7.66	6.21	6.90
Impaired Loans (Stage 3) Ratio (%) (Gross)	13.73	14.84	12.91	13.45
Impairment (Stage 3) to Stage 3 Loans Ratio (%)	54.07	48.39	51.87	48.69
Income and Profitability				
Net Interest Margin, %	4.40	4.06	4.76	4.40
Return on Assets (Before Tax), %	1.81	1.84	1.90	1.90
Return on Equity (After Tax) , %	18.45	20.06	16.67	17.39
Cost to Income Ratio %	38.82	40.05	41.41	43.08
Memorandum Information				
Credit Rating	AA-	AA-	-	-
Number of Employees	8,031	8,122	12,556	12,489
Number of Branches	744	746	915	917

EXPLANATORY NOTES

1. These Financial Statements for the period ended September 30, 2026, 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, 2025.

3. The Bank and the Group closely monitor all developments from a macro-economic perspective for purposes of assessing Expected Credit Losses (ECLs). 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, unemployment rates and GDP growth forecasts.

   At September 30, 2026 - the Bank and the Group reassessed the Probabilities of Default (PD), Loss Given Defaults (LGD) 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 September 30, 2026.

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 September 30, 2026 - 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 September 30, 2026 and the profit for the period then ended.

(Sgd.)
Nilmini Premalal
Deputy General Manager - Finance

We the undersigned being the Chairman, Director and Acting 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.)
Chandana Guniyangoda
Chairman

(Sgd.)
Sanjaya Bandara
Director

(Sgd.)
Thushari Hewawasam
Acting Chief Executive Officer/General Manager

11th November 2026
Colombo.