## **CBC FINANCE LIMITED**

(A FULLY OWNED SUBSIDIARY OF COMMERCIAL BANK OF CEYLON PLC)

PUBLICATION OF INTERIM FINANCIAL STATEMENTS AS PER THE CENTRAL BANK GUIDELINE NO. 02 OF 2006

FitchRatings A (lka)

Key financial data for the 06 months ended 30 June	2025 *Unaudited (In Rupees Million)	As % of interest income	2024 Audited (In Rupees Million)	As % of interest income	
Interest income	1,340.03	100.00%	1,075.32	100.00%	
Interest expenses	(728.53)	-54.37%	(713.86)	-66.39%	
Net interest income	611.50	45.63%	361.46	33.61%	
Other income	224.05	16.72%	161.33	15.00%	
Operating expenses	(491.02)	-36.64%	(366.83)	-34.11%	
Impairment	(137.95)	-10.29%	(239.65)	-22.29%	
Profit / (loss) before taxation	206.58	15.42%	(83.69)	-7.78%	
Taxes	(139.15)	-10.38%	8.69	0.81%	
Profit / (loss) for the period	67.43	5.03%	(75.00)	-6.97%	

*The profit	has been	certified	by the	Company	's external a	uditors

Key financial data as at 30 June	2025 Unaudited (In Rupees Million)	As % of total assets	2024 Audited (In Rupees Million)	As % of total assets	
Assets					
Cash and bank balances	115.38	0.55%	76.90	0.51%	
Government securities	1,806.45	8.69%	1,745.99	11.52%	
Due from related parties	153.90	0.74%	114.97	0.76%	
Loans	17,033.40	81.90%	11,658.09	76.94%	
Investments in equity	2.36	0.01%	2.18	0.01%	
Investment properties	700.00	3.37%	569.17	3.76%	
Property, plant, equipment and right of use assets	528.08	2.54%	523.68	3.46%	
Other assets	457.95	2.20%	461.08	3.04%	
Total assets	20,797.52	100.00%	15,152.06	100.00%	
Liabilities					
Due to banks	3,393.18	16.32%	490.50	3.24%	
Due to related parties	2,192.70	10.54%	2,484.25	16.40%	
Deposits from customers	10,327.96	49.66%	8,715.30	57.52%	
Other liabilities	1,261.24	6.06%	559.66	3.69%	
Total liabilities	17,175.08	82.58%	12,249.71	80.85%	
Equity					
Stated capital	3,755.00	18.06%	3,255.00	,255.00 21.48%	
Statutory reserve fund	37.41	0.18%	33.33	0.22%	
Retained earnings	(502.26)	-2.42%	(543.00)	-3.58%	
Other reserves	332.29	1.60%	157.02	1.04%	
Total equity	3,622.44	17.42%	2,902.35	19.15%	
Total liabilities and equity	20,797.52	100.00%	15,152.06	100.00%	
Net assets value per share (Rupees)	14.02		13.09		

Regulatory Capital Adequacy (%)         Actual         Required         Actual         Required           Tier 1 capital adequacy ratio         15.98         8.50         16.57         8.50           Total capital adequacy ratio         15.98         12.50         16.57         12.50           Capital funds to deposit liabilities ratio         41.03         10.00         27.44         10.00           Quality of Loan Portfolio (%)         21.33         28.27           Gross stage 03 loans ratio         21.33         28.27           Net stage 03 loans ratio         12.91         17.43           Net stage 03 loans to core capital ratio         75.46         99.55           Stage 03 impairment coverage ratio         39.48         38.35           Total impirment coverage ratio         10.14         13.10           Profitability (%)           Net interest margin         6.68         5.30           Return on assets         2.24         -1.45           Return on equity         3.84         -5.12           Cost to income ratio         58.77         70.17           Liquidity (%)         147.97         179.00           Liquid assets to external funds         12.99         16.00           M	Selected key performance indicators as at 30 June		2025 Unaudited		2024 Audited	
Total capital adequacy ratio         15.98         12.50         16.57         12.50           Capital funds to deposit liabilities ratio         41.03         10.00         27.44         10.00           Quality of Loan Portfolio (%)         21.33         28.27           Gross stage 03 loans ratio         12.91         17.43           Net stage 03 loans to core capital ratio         75.46         99.55           Stage 03 impairment coverage ratio         39.48         38.35           Total impirment coverage ratio         10.14         13.10           Profitability (%)           Net interest margin         6.68         5.30           Return on assets         2.24         -1.45           Return on equity         3.84         -5.12           Cost to income ratio         58.77         70.17           Liquidity (%)         147.97         179.00           Available liquid assets to required liquid assets (minimum 100%)         147.97         179.00           Liquid assets to external funds         12.99         16.00           Memorandum Information           Number of branches         19         16	Regulatory Capital Adequacy (%)	Actual	Required	Actual	Required	
Capital funds to deposit liabilities ratio       41.03       10.00       27.44       10.00         Quality of Loan Portfolio (%)       3       10.00       27.44       10.00         Gross stage 03 loans ratio       21.33       28.27         Net stage 03 loans ratio       12.91       17.43         Net stage 03 loans to core capital ratio       75.46       99.55         Stage 03 impairment coverage ratio       39.48       38.35         Total impirment coverage ratio       10.14       13.10         Profitability (%)         Net interest margin       6.68       5.30         Return on assets       2.24       -1.45         Return on equity       3.84       -5.12         Cost to income ratio       58.77       70.17         Liquidity (%)       147.97       179.00         Available liquid assets to external funds       12.99       16.00         Memorandum Information       19       16.00         Number of branches       19       16	Tier 1 capital adequacy ratio	15.98	8.50	16.57	8.50	
Quality of Loan Portfolio (%)         Gross stage 03 loans ratio       21.33       28.27         Net stage 03 loans ratio       12.91       17.43         Net stage 03 loans to core capital ratio       75.46       99.55         Stage 03 impairment coverage ratio       39.48       38.35         Total impirment coverage ratio       10.14       13.10         Profitability (%)         Net interest margin       6.68       5.30         Return on assets       2.24       -1.45         Return on equity       3.84       -5.12         Cost to income ratio       58.77       70.17         Liquidity (%)       147.97       179.00         Liquid assets to external funds       12.99       16.00         Memorandum Information         Number of branches       19       16	Total capital adequacy ratio	15.98	12.50	16.57	12.50	
Gross stage 03 loans ratio       21.33       28.27         Net stage 03 loans ratio       12.91       17.43         Net stage 03 loans to core capital ratio       75.46       99.55         Stage 03 impairment coverage ratio       39.48       38.35         Total impirment coverage ratio       10.14       13.10         Profitability (%)         Net interest margin       6.68       5.30         Return on assets       2.24       -1.45         Return on equity       3.84       -5.12         Cost to income ratio       58.77       70.17         Liquidity (%)       147.97       179.00         Liquid assets to external funds       12.99       16.00         Memorandum Information         Number of branches       19       16	Capital funds to deposit liabilities ratio	41.03	10.00	27.44	10.00	
Net stage 03 loans ratio       12.91       17.43         Net stage 03 loans to core capital ratio       75.46       99.55         Stage 03 impairment coverage ratio       39.48       38.35         Total impirment coverage ratio       10.14       13.10         Profitability (%)         Net interest margin       6.68       5.30         Return on assets       2.24       -1.45         Return on equity       3.84       -5.12         Cost to income ratio       58.77       70.17         Liquidity (%)       147.97       179.00         Liquid assets to external funds       12.99       16.00         Memorandum Information         Number of branches       19       16	Quality of Loan Portfolio (%)					
Net stage 03 loans to core capital ratio  Stage 03 impairment coverage ratio  Total impirment coverage ratio  Profitability (%)  Net interest margin  Return on assets  Return on equity  Cost to income ratio  Available liquid assets to required liquid assets (minimum 100%)  Liquid assets to external funds  Number of branches  Total impirment coverage ratio  10.14  13.10  10.14  13.10  10.14  13.10  10.14  13.10  10.14  13.10  10.14  13.10  10.14  13.10  10.14  13.10	Gross stage 03 loans ratio	21.33		28.27		
Stage 03 impairment coverage ratio       39.48       38.35         Total impirment coverage ratio       10.14       13.10         Profitability (%)         Net interest margin       6.68       5.30         Return on assets       2.24       -1.45         Return on equity       3.84       -5.12         Cost to income ratio       58.77       70.17         Liquidity (%)       147.97       179.00         Available liquid assets to required liquid assets (minimum 100%)       147.97       179.00         Liquid assets to external funds       12.99       16.00         Memorandum Information         Number of branches       19       16	Net stage 03 loans ratio	12.91		17.43		
Total impirment coverage ratio  Profitability (%)  Net interest margin  Return on assets  Return on equity  Cost to income ratio  Liquidity (%)  Available liquid assets to required liquid assets (minimum 100%)  Liquid assets to external funds  Memorandum Information  Number of branches  10.14  13.10  13.10  147.97  5.30  -1.45  3.84  -5.12  58.77  70.17  179.00  147.97  179.00  12.99  16.00	Net stage 03 loans to core capital ratio	75.46		99.55		
Profitability (%) Net interest margin Return on assets Return on equity Cost to income ratio  Liquidity (%) Available liquid assets to required liquid assets (minimum 100%) Liquid assets to external funds  Memorandum Information Number of branches  Number of branches  6.68 5.30 2.24 -1.45 3.84 -5.12 58.77 70.17  179.00 147.97 179.00 16.00	Stage 03 impairment covereage ratio	39.48		38.35		
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Return on assets  Return on equity  Cost to income ratio  Liquidity (%)  Available liquid assets to required liquid assets (minimum 100%)  Liquid assets to external funds  Memorandum Information  Number of branches  2.24 -1.45 -5.12 70.17  147.97 179.00 12.99 16.00	Profitability (%)					
Return on equity Cost to income ratio 58.77 70.17  Liquidity (%) Available liquid assets to required liquid assets (minimum 100%) Liquid assets to external funds 12.99 16.00  Memorandum Information Number of branches 19 16	Net interest margin	6.68		5.30		
Cost to income ratio 58.77 70.17  Liquidity (%) Available liquid assets to required liquid assets (minimum 100%) 147.97 179.00 Liquid assets to external funds 12.99 16.00  Memorandum Information Number of branches 19 16	Return on assets	2.24		-1.45		
Liquidity (%) Available liquid assets to required liquid assets (minimum 100%) Liquid assets to external funds  Memorandum Information Number of branches  147.97 179.00 12.99 16.00	Return on equity	3.84		-5.12		
Available liquid assets to required liquid assets (minimum 100%)  Liquid assets to external funds  Memorandum Information  Number of branches  147.97  179.00  16.00	Cost to income ratio	58	.77	70.17		
Liquid assets to external funds 12.99 16.00  Memorandum Information  Number of branches 19 16	Liquidity (%)					
Memorandum Information     Number of branches   19   16	Available liquid assets to required liquid assets (minimum 100%)	147.97		179.00		
Number of branches 19 16	Liquid assets to external funds	12.99		16.00		
	Memorandum Information					
External credit rating (Fitch Ratings)  A(Ika) Stable  BBB+(Ika) Stable	Number of branches	19		16		
	External credit rating (Fitch Ratings)	A(lka)	Stable	BBB+(lka) Stable		

We, the undersigned, being the Managing Director / Chief Executive Officer, the Head of Finance and the Compliance Officer of CBC Finance Limited certify jointly that:

- (A) The above statements have been prepared in compliance with the format and definitions prescribed by the Central
- (B) The information contained in these statements has been extracted from the unaudited financial statements of the Company unless indicated as audited.

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.....(Sgd.)

.....(Sgd.)

Chamilantha Fernando

Purna Kandanarachchi

Mahasen Kamathewatte

Managing Director / Chief Executive Officer

Head of Finance

Compliance Officer

Date:- 27.08.2028

Date:- 27.08.2025

Date:- 27.08.2025

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