

# INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH, 2025



**LB FINANCE PLC****STATEMENT OF COMPREHENSIVE INCOME**

Year ended 31 March 2025

COMPANY					
FOR THE 3 MONTHS ENDED			FOR THE YEAR ENDED		
31.03.2025 Rs.(‘000)	31.03.2024 Rs.(‘000)	Change %	31.03.2025 Rs.(‘000)	Audited 31.03.2024 Rs.(‘000)	Change %
12,184,527	11,865,140	3	46,730,955	49,230,095	(5)
10,362,670	10,641,128	(3)	41,815,458	45,729,853	(9)
4,104,633	4,661,971	(12)	16,687,381	21,379,499	(22)
6,258,037	5,979,157	5	25,128,077	24,350,354	3
1,583,351	972,311	63	4,604,441	3,186,422	45
96,127	137,806	(30)	101,101	141,629	(29)
142,379	113,895	25	209,955	172,191	22
8,079,894	7,203,169	12	30,043,574	27,850,596	8
(430,707)	(161,504)	>100	(256,236)	373,236	>100
8,510,601	7,364,673	16	30,299,810	27,477,360	10
1,394,848	1,109,673	26	5,146,257	4,376,475	18
256,415	223,513	15	979,953	866,348	13
4,137	2,189	89	13,128	8,414	56
897,925	907,367	(1)	3,649,089	3,418,294	7
2,553,325	2,242,742	14	9,788,427	8,669,531	13
5,957,276	5,121,931	16	20,511,383	18,807,829	9
1,174,308	938,131	25	4,169,710	3,627,622	15
4,782,968	4,183,800	14	16,341,673	15,180,207	8
1,150,963	1,483,352	(22)	5,536,039	5,616,569	(1)
3,632,005	2,700,448	34	10,805,634	9,563,638	13
6.56	4.87	34	19.50	17.26	13
(35,658)	19,820	>(100)	8,649	1,199	>100
16,392	(53,706)	>100	16,392	(53,706)	>100
4,917	(16,112)	>(100)	4,917	(16,112)	>(100)
11,475	(37,594)	>100	11,475	(37,594)	>100
(24,183)	(17,774)	36	20,124	(36,395)	>100
(24,183)	(17,774)	36	20,124	(36,395)	>100
3,607,822	2,682,674	34	10,825,758	9,527,243	14

**LB FINANCE PLC****STATEMENT OF COMPREHENSIVE INCOME**

Year ended 31 March 2025

**Income**

Interest Income

Less : Interest Expenses

**Net Interest Income**

Fee and Commission Income

Net Trading Income

Other Operating Income

**Total Operating Income**

Less : Impairment Charges

**Net Operating Income****Less : Operating Expenses**

Personnel Expenses

Depreciation of Property, Plant and Equipment

Amortisation of Intangible Assets

Other Operating Expenses

**Total Operating Expenses****Operating Profit before Tax on Financial Services**

Less : Tax on Financial Services

**Profit before Taxation**

Less : Income Tax Expense

**Profit for the Year****Profit Attributable to:**

Equity Holders of the Company

Non-Controlling Interest

**Profit for the Year****Basic Earnings per Share (Rs.)****Other Comprehensive Income****Other Comprehensive Income that will be Reclassified to Income Statement**

Gains/(Losses) from Translating the Financial Statements of the Foreign Operations

**Net Other Comprehensive Income that will be Reclassified to Income Statement****Other Comprehensive Income that will never be Reclassified to Income Statement**

Net Gains/(Losses) on Investment in Equity Instruments - Fair Value Through Other Comprehensive Income

Actuarial Gains/(Losses) on Defined Benefit Plans

Less: Deferred Tax Charge/(Reversal) on Actuarial Gains and Losses

Net Actuarial Gains/(Losses) on Defined Benefit Plans

**Net Other Comprehensive Income that will never be Reclassified to Income Statement****Other Comprehensive Income for the Year, Net of Tax****Total Comprehensive Income for the Year, Net of Tax****Attributable to:**

Equity Holders of the Company

Non-Controlling Interest

**Total Comprehensive Income for the Year, Net of Tax**

GROUP					
FOR THE 3 MONTHS ENDED			FOR THE YEAR ENDED		
31.03.2025 Rs.('000)	31.03.2024 Rs.('000)	Change %	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)	Change %
12,300,957	11,975,197	3	47,156,260	49,635,771	(5)
10,471,682	10,741,084	(3)	42,201,896	46,102,501	(8)
4,134,412	4,682,718	(12)	16,783,707	21,460,631	(22)
6,337,270	6,058,366	5	25,418,189	24,641,870	3
1,585,289	981,434	62	4,642,914	3,217,460	44
96,127	137,806	(30)	101,101	141,629	(29)
147,858	114,873	29	210,349	174,181	21
8,166,544	7,292,479	12	30,372,553	28,175,140	8
(429,838)	(275,464)	56	(261,031)	270,093	>100
8,596,382	7,567,943	14	30,633,584	27,905,047	10
1,412,502	1,143,262	24	5,267,903	4,503,482	17
257,951	227,764	13	987,173	882,572	12
7,359	2,508	>100	14,355	11,189	28
921,493	941,387	(2)	3,768,235	3,543,136	6
2,599,305	2,314,921	12	10,037,666	8,940,379	12
5,997,077	5,253,022	14	20,595,918	18,964,668	9
1,182,242	938,249	26	4,183,241	3,630,243	15
4,814,835	4,314,773	12	16,412,677	15,334,425	7
1,154,238	1,482,784	(22)	5,550,743	5,627,414	(1)
3,660,596	2,831,989	29	10,861,934	9,707,011	12
3,660,596	2,832,801	29	10,860,002	9,713,917	12
-	(812)	(100)	1,932	(6,906)	>100
3,660,596	2,831,989	29	10,861,934	9,707,011	12
6.61	5.11	29	19.60	17.53	12
10,350	(26,078)	>100	(13,210)	(73,048)	(82)
10,350	(26,078)	>100	(13,210)	(73,048)	(82)
(35,658)	19,820	>(100)	8,649	1,199	>100
16,392	(54,333)	>100	16,392	(54,333)	>100
4,917	(16,112)	>(100)	4,917	(16,112)	>(100)
11,475	(38,221)	>100	11,475	(38,221)	>100
(24,182)	(18,401)	31	20,124	(37,022)	>100
(13,832)	(44,479)	(69)	6,914	(110,070)	>100
3,646,764	2,787,510	31	10,868,848	9,596,941	13
3,646,764	2,788,322	31	10,866,916	9,604,068	13
-	(812)	(100)	1,932	(7,127)	>100
3,646,764	2,787,510	31	10,868,848	9,596,941	13



## LB FINANCE PLC

### STATEMENT OF FINANCIAL POSITION

As at 31 March 2025

#### Assets

	31.03.2025 Rs.(‘000)	Audited 31.03.2024 Rs.(‘000)	31.03.2025 Rs.(‘000)	Audited 31.03.2024 Rs.(‘000)
Cash and Cash Equivalents	9,024,016	7,406,083	9,074,745	7,651,260
Financial Assets Recognised Through Profit or Loss - Measured at Fair Value	718,402	1,923,016	718,402	1,923,016
Financial Assets at Amortised Cost - Loans and Receivables	197,766,691	161,291,486	199,271,047	162,521,733
Financial Assets Measured at Fair Value Through Other Comprehensive Income	165,024	118,587	165,024	118,589
Other Financial Assets	21,201,500	20,374,770	21,188,612	20,443,404
Other Non Financial Assets	439,475	430,651	480,168	495,796
Investment in Subsidiaries	521,162	698,935	-	-
Property, Plant and Equipment and Right-of-Use Assets	9,725,513	8,984,363	9,751,574	9,034,106
Investment Properties	5,385	-	5,385	5,050
Intangible Assets	67,113	20,701	67,113	22,602
Deferred Tax Assets	1,255,960	927,914	1,262,343	932,330
<b>Total Assets</b>	<b>240,890,241</b>	<b>202,176,506</b>	<b>241,984,413</b>	<b>203,147,886</b>

#### Liabilities

Due to Banks	37,411,682	21,702,012	37,799,707	21,955,857
Financial Liabilities at Amortised Cost - Due to Depositors	138,496,872	122,808,124	138,823,896	123,034,547
Debt Instruments Issued and Other Borrowed Funds	5,005,405	5,491,401	5,005,405	5,491,401
Other Financial Liabilities	4,303,422	3,757,776	4,305,386	3,815,897
Other Non Financial Liabilities	1,671,989	1,547,570	1,718,969	1,591,382
Current Tax Liabilities	2,182,738	2,770,496	2,188,770	2,775,700
Post Employment Benefit Liability	552,135	473,058	552,135	475,109
<b>Total Liabilities</b>	<b>189,624,243</b>	<b>158,550,437</b>	<b>190,394,268</b>	<b>159,139,893</b>

#### Equity

Stated Capital	838,282	838,282	838,282	838,282
Reserves	9,521,361	8,972,430	9,633,154	9,097,433
Retained Earnings	40,906,355	33,815,357	41,118,709	33,975,540
<b>Total Equity Attributable to Equity Holders of the Company</b>	<b>51,265,998</b>	<b>43,626,069</b>	<b>51,590,145</b>	<b>43,911,255</b>
<b>Non Controlling Interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>96,738</b>
<b>Total Equity</b>	<b>51,265,998</b>	<b>43,626,069</b>	<b>51,590,145</b>	<b>44,007,993</b>
<b>Total Liabilities and Equity</b>	<b>240,890,241</b>	<b>202,176,506</b>	<b>241,984,413</b>	<b>203,147,886</b>

Net Asset Value per Share (Rs.)

92.53	78.74	93.11	79.25
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Commitments and Contingencies

4,209,020	2,281,890	3,962,095	2,030,940
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The information contained in these statements have been extracted from the unaudited Financial Statements unless indicated as "Audited".

#### CERTIFICATION:

These Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

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**Malith Hewage**  
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Signed for and on behalf of the Board of Directors by,

*sgd.*

**J A S Sumith Adhietty**  
Managing Director

*sgd.*

**Mrs. Yogadinusha Bhaskaran**  
Director

21 May 2025  
Colombo

## LB FINANCE PLC

### STATEMENT OF CHANGES IN EQUITY - COMPANY

	Stated Capital Rs.('000)	Retained Earnings Rs.('000)	Statutory Reserve Rs.('000)	Fair Value Reserve Rs.('000)	Total Equity Rs.('000)
<b>Balance as at 01 April 2023 (Audited)</b>	<b>838,282</b>	<b>28,784,409</b>	<b>8,539,799</b>	<b>(46,750)</b>	<b>38,115,740</b>
Net Profit for the Year	-	9,563,638	-	-	9,563,638
Other Comprehensive Income, Net of Tax	-	(37,594)	-	1,199	(36,395)
Transfers During the Year	-	(478,182)	478,182	-	-
Interim Dividend for 2022/23	-	(1,108,114)	-	-	(1,108,114)
Final Dividend for 2022/23	-	(1,662,171)	-	-	(1,662,171)
Interim Dividend for 2023/24	-	(1,246,629)	-	-	(1,246,629)
<b>Balance as at 31 March 2024</b>	<b>838,282</b>	<b>33,815,357</b>	<b>9,017,981</b>	<b>(45,551)</b>	<b>43,626,069</b>
<b>Balance as at 01 April 2024 (Audited)</b>	<b>838,282</b>	<b>33,815,357</b>	<b>9,017,981</b>	<b>(45,551)</b>	<b>43,626,069</b>
Net Profit for the Year	-	10,805,634	-	-	10,805,634
Other Comprehensive Income, Net of Tax	-	11,475	-	8,649	20,124
Transfers During the Year	-	(540,282)	540,282	-	-
Final Dividend for 2023/24	-	(1,939,200)	-	-	(1,939,200)
Interim Dividend for 2024/25	-	(1,246,629)	-	-	(1,246,629)
<b>Balance as at 31 March 2025</b>	<b>838,282</b>	<b>40,906,355</b>	<b>9,558,263</b>	<b>(36,902)</b>	<b>51,265,998</b>

### STATEMENT OF CHANGES IN EQUITY - GROUP

	Stated Capital Rs.('000)	Retained Earnings Rs.('000)	Statutory Reserve Rs.('000)	Fair Value Reserve Rs.('000)	Foreign Currency Translation Reserve Rs.('000)	Total Equity Attributable to Equity Holders of the Company Rs.('000)	Non-Controlling Interest Rs.('000)	Total Equity Rs.('000)
<b>Balance as at 01 April 2023 (Audited)</b>	<b>838,282</b>	<b>28,794,719</b>	<b>8,539,799</b>	<b>(46,750)</b>	<b>198,051</b>	<b>38,324,101</b>	<b>103,865</b>	<b>38,427,966</b>
Net Profit for the Year	-	9,713,917	-	-	-	9,713,917	(6,906)	9,707,011
Other Comprehensive Income, Net of Tax	-	(38,000)	-	1,199	(73,048)	(109,849)	(221)	(110,070)
Transfers During the Year	-	(478,182)	478,182	-	-	-	-	-
Interim Dividend for 2022/23	-	(1,108,114)	-	-	-	(1,108,114)	-	(1,108,114)
Final Dividend for 2022/23	-	(1,662,171)	-	-	-	(1,662,171)	-	(1,662,171)
Interim Dividend for 2023/24	-	(1,246,629)	-	-	-	(1,246,629)	-	(1,246,629)
<b>Balance as at 31 March 2024</b>	<b>838,282</b>	<b>33,975,540</b>	<b>9,017,981</b>	<b>(45,551)</b>	<b>125,003</b>	<b>43,911,255</b>	<b>96,738</b>	<b>44,007,993</b>
<b>Balance as at 01 April 2024 (Audited)</b>	<b>838,282</b>	<b>33,975,540</b>	<b>9,017,981</b>	<b>(45,551)</b>	<b>125,003</b>	<b>43,911,255</b>	<b>96,738</b>	<b>44,007,993</b>
Net Profit for the Year	-	10,860,002	-	-	-	10,860,002	1,932	10,861,934
Other Comprehensive Income, Net of Tax	-	11,475	-	8,649	(13,210)	6,914	-	6,914
Transfers During the Year	-	(540,282)	540,282	-	-	-	-	-
Adjustments due to Amalgamation with Subsidiary	-	(2,197)	-	-	-	(2,197)	(98,670)	(100,867)
Final Dividend for 2023/24	-	(1,939,200)	-	-	-	(1,939,200)	-	(1,939,200)
Interim Dividend for 2024/25	-	(1,246,629)	-	-	-	(1,246,629)	-	(1,246,629)
<b>Balance as at 31 March 2025</b>	<b>838,282</b>	<b>41,118,709</b>	<b>9,558,263</b>	<b>(36,902)</b>	<b>111,793</b>	<b>51,590,145</b>	<b>-</b>	<b>51,590,145</b>

**LB FINANCE PLC****CASH FLOW STATEMENT**

Year ended 31 March 2025

	FOR THE YEAR ENDED			
	Company		Group	
	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)
<b>Cash Flows from/(Used in) Operating Activities</b>				
Profit before Taxation	16,341,673	15,180,207	16,412,677	15,334,425
Adjustments for				
Depreciation of Property, Plant and Equipment	979,953	866,348	987,173	882,572
Amortisation of Intangible Assets	13,128	8,414	14,355	11,189
Impairment Charges	(256,236)	373,236	(261,031)	270,093
Diminution/(Appreciation) in Value of Investments	(2,676)	(4,021)	(2,676)	(4,021)
Gain/(Losses) from fair value changes of Investment Properties	(335)	-	(335)	(500)
Loss/(Profit) on Disposal of Property, Plant and Equipment	(35,295)	(37,533)	(35,295)	(37,533)
Provision/(Reversal) for Defined Benefit Plans	153,447	118,285	153,692	119,098
Foreign Currency Exchange (Gain)/Loss	-	-	(129)	92
Dividend Received	(4,081)	(3,720)	(4,126)	(3,720)
Net Unrealised (Gains)/Losses Arising from Translating the Financial Statements of Foreign Operations	-	-	13,210	73,048
Operating Profit before Changes in Operating Assets and Liabilities	17,189,578	16,501,216	17,277,515	16,644,743
(Increase)/Decrease in Operating Assets				
(Increase)/Decrease in Financial Assets at Amortised Cost - Loans and Receivables	(36,151,880)	(16,298,738)	(36,486,665)	(16,358,677)
(Increase)/Decrease in Other Financial Assets	(826,636)	1,357,315	(745,114)	1,313,656
(Increase)/Decrease in Other Non Financial Assets	(307,328)	(100,923)	(314,378)	(102,545)
	(37,285,844)	(15,042,346)	(37,546,157)	(15,147,566)
Increase/(Decrease) in Operating Liabilities				
Increase/(Decrease) in Financial Liabilities at Amortised Cost - Due to Depositors	15,616,516	8,796,425	15,789,349	8,786,294
Increase/(Decrease) in Other Financial Liabilities	816,180	404,919	817,479	277,323
Increase/(Decrease) in Other Non Financial Liabilities	538,214	541,737	521,423	535,353
	16,970,910	9,743,081	17,128,251	9,598,970
Cash Generated from Operations	(3,125,356)	11,201,951	(3,140,391)	11,096,147
Retirement Benefit Liabilities Paid	(60,274)	(64,490)	(60,274)	(65,826)
Income Tax Paid	(6,523,612)	(5,211,237)	(6,539,352)	(5,226,371)
Net Cash from/(Used in) Operating Activities	(9,709,242)	5,926,224	(9,740,017)	5,803,950
<b>Cash Flows from/(Used in) Investing Activities</b>				
Acquisition of Property, Plant and Equipment and Right-of-Use Assets	(1,825,631)	(884,570)	(1,846,093)	(905,130)
Acquisition of Intangible Assets	(58,877)	(6,487)	(58,877)	(6,487)
Proceeds from Sale of Property, Plant and Equipment	176,524	74,181	176,747	74,181
Sale/(Purchase) of Financial Investments - Held for Trading	1,207,289	(1,364,686)	1,207,289	(1,364,686)
Sale/(Purchase) of Financial Investments - Available for Sale	(37,785)	-	(37,785)	-
Dividend Received	4,081	3,720	4,126	3,720
Net Cash Flows from/(Used in) Investing Activities	(534,399)	(2,177,842)	(554,593)	(2,198,402)
<b>Cash Flows from/(Used in) Financing Activities</b>				
Cash Flows from Debt Funding from Banks	30,825,463	17,149,079	30,962,538	17,419,398
Repayment of Debt Funding from Banks	(15,245,816)	(15,361,540)	(15,245,816)	(15,402,504)
Cash Flows from Debt Instruments Issued and Other Borrowed Funds	218,429	3,936,235	218,429	3,936,235
Repayment of Debt Instruments and Other Borrowed Funds	(704,424)	(2,326,851)	(704,424)	(2,326,856)
Payment of Lease Liabilities/Advance Payment for Right-of-Use Assets	(327,990)	(272,447)	(327,990)	(272,447)
Payment to Acquire Non Controlling Interest	(100,867)	-	(100,867)	-
Dividends Paid	(3,210,904)	(3,991,839)	(3,210,904)	(3,991,839)
Net Cash Flows from/(Used in) Financing Activities	11,453,891	(867,363)	11,590,966	(638,013)
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>1,210,250</b>	<b>2,881,019</b>	<b>1,296,356</b>	<b>2,967,535</b>
<b>Addition on Merger with Subsidiary</b>	<b>277,659</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	<b>6,370,533</b>	<b>3,489,514</b>	<b>6,612,815</b>	<b>3,645,280</b>
<b>Cash and Cash Equivalents at the End of the Year</b>	<b>7,858,442</b>	<b>6,370,533</b>	<b>7,909,171</b>	<b>6,612,815</b>
<b>CASH AND CASH EQUIVALENTS IN THE CASH FLOW STATEMENT</b>				
Notes and Coins Held	2,514,962	1,965,160	2,534,474	1,996,871
Balances with Banks	2,600,716	1,934,329	2,631,933	2,006,666
Securities under Reverse Repurchase Agreements	3,908,338	3,506,594	3,908,338	3,647,723
Bank Overdrafts	(1,165,574)	(1,035,550)	(1,165,574)	(1,038,445)
<b>Net Cash and Cash Equivalents</b>	<b>7,858,442</b>	<b>6,370,533</b>	<b>7,909,171</b>	<b>6,612,815</b>

**LB FINANCE PLC**
**FAIR VALUE MEASUREMENT HIERARCHY - COMPANY**

		As at 31.03.2025					As at 31.03.2024 (Audited)				
Financial Instruments Measurement Basis		Fair Value Measurement Using			Total Fair Value Rs. '000	Carrying Value Rs. '000	Fair Value Measurement Using			Total Fair Value Rs. '000	Carrying Value Rs. '000
		Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000			Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000		
<b>Financial Assets</b>											
<b>Cash and Cash Equivalents</b>	Amortised Cost										
Notes and Coins Held		2,514,962	-	-	2,514,962	2,514,962	1,965,160	-	-	1,965,160	1,965,160
Balances with Banks		2,600,716	-	-	2,600,716	2,600,716	1,934,329	-	-	1,934,329	1,934,329
Securities under Reverse Repurchase Agreements		-	3,908,338	-	3,908,338	3,908,338	-	3,506,594	-	3,506,594	3,506,594
<b>Financial Assets Recognised Through Profit or Loss</b>	FVTPL	17,350	701,052	-	718,402	718,402	14,674	1,908,342	-	1,923,016	1,923,016
<b>Financial Assets at Amortised Cost - Loans and Receivables</b>	Amortised Cost	-	-	201,330,882	201,330,882	197,766,691	-	-	163,299,074	163,299,074	161,291,486
<b>Financial Assets Measured at Fair Value Through Other Comprehensive Income</b>	FVOCI										
Quoted Equities		126,931	-	-	126,931	126,931	118,282	-	-	118,282	118,282
Unquoted Equities		-	-	38,093	38,093	38,093	-	-	305	305	305
<b>Other Financial Assets</b>	Amortised Cost	7,472,400	13,712,219	-	21,184,619	21,201,500	11,052,693	9,380,476	-	20,433,169	20,374,770
<b>Investment Properties</b>		-	-	5,385	5,385	5,385	-	-	-	-	-
		12,732,359	18,321,609	201,374,360	232,428,328	228,881,018	15,085,138	14,795,412	163,299,379	193,179,929	191,113,942
<b>Financial Liabilities</b>											
<b>Due to Banks</b>	Amortised Cost	-	38,547,453	-	38,547,453	37,411,682	-	22,837,782	-	22,837,782	21,702,012
<b>Financial Liabilities at Amortised Cost - Due to Depositors</b>	Amortised Cost	-	-	141,651,088	141,651,088	138,496,872	-	-	125,962,340	125,962,340	122,808,124
<b>Debt Instruments Issued and Other Borrowed Funds</b>	Amortised Cost	-	5,217,194	-	5,217,194	5,005,405	-	5,703,189	-	5,703,189	5,491,401
<b>Other Financial Liabilities</b>	Amortised Cost	-	4,303,422	-	4,303,422	4,303,422	-	3,757,776	-	3,757,776	3,757,776
		-	48,068,069	141,651,088	189,719,157	185,217,381	-	32,298,747	125,962,340	158,261,087	153,759,313

There were no transfers into and transfers out of the hierarchy levels during Years reported herein.

**FAIR VALUE MEASUREMENT HIERARCHY - GROUP**

		As at 31.03.2025					As at 31.03.2024 (Audited)				
Financial Instruments Measurement Basis		Fair Value Measurement Using			Total Fair Value Rs. '000	Carrying Value Rs. '000	Fair Value Measurement Using			Total Fair Value Rs. '000	Carrying Value Rs. '000
		Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000			Quoted Prices in Active Markets Level 1 Rs. '000	Significant Observable Inputs Level 2 Rs. '000	Significant Unobservable Inputs Level 3 Rs. '000		
<b>Financial Assets</b>											
<b>Cash and Cash Equivalents</b>	Amortised Cost										
Notes and Coins Held		2,534,474	-	-	2,534,474	2,534,474	1,996,871	-	-	1,996,871	1,996,871
Balances with Banks		2,631,933	-	-	2,631,933	2,631,933	2,006,666	-	-	2,006,666	2,006,666
Securities under Reverse Repurchase Agreements		-	3,908,338	-	3,908,338	3,908,338	-	3,647,723	-	3,647,723	3,647,723
<b>Financial Assets Recognised Through Profit or Loss</b>	FVTPL	17,350	701,052	-	718,402	718,402	14,674	1,908,342	-	1,923,016	1,923,016
<b>Financial Assets at Amortised Cost - Loans and Receivables</b>	Amortised Cost	-	-	202,835,240	202,835,240	199,271,047	-	-	164,529,320	164,529,320	162,521,733
<b>Financial Assets Measured at Fair Value Through Other Comprehensive Income</b>	FVOCI										
Quoted Equities		126,931	-	-	126,931	126,931	118,282	-	-	118,282	118,282
Unquoted Equities		-	-	38,093	38,093	38,093	-	-	307	307	307
<b>Other Financial Assets</b>	Amortised Cost	7,472,400	13,699,332	-	21,171,732	21,188,612	11,101,074	9,400,729	-	20,501,803	20,443,404
<b>Investment Properties</b>		-	-	5,385	5,385	5,385	-	-	5,050	5,050	5,050
		12,783,088	18,308,722	202,878,718	233,970,528	230,423,215	15,237,567	14,956,794	164,534,677	194,729,038	192,663,052
<b>Financial Liabilities</b>											
<b>Due to Banks</b>	Amortised Cost	-	39,186,428	-	39,186,428	37,799,707	-	23,342,577	-	23,342,577	21,955,857
<b>Financial Liabilities at Amortised Cost - Due to Depositors</b>	Amortised Cost	-	-	142,128,943	142,128,943	138,823,896	-	-	126,339,593	126,339,593	123,034,547
<b>Debt Instruments Issued and Other Borrowed Funds</b>	Amortised Cost	-	5,217,194	-	5,217,194	5,005,405	-	5,703,189	-	5,703,189	5,491,401
<b>Other Financial Liabilities</b>	Amortised Cost	-	4,305,386	-	4,305,386	4,305,386	-	3,815,897	-	3,815,897	3,815,897
		-	48,709,008	142,128,943	190,837,951	185,934,394	-	32,861,663	126,339,593	159,201,256	154,297,702

There were no transfers into and transfers out of the hierarchy levels during years reported herein.

## LB FINANCE PLC

### SEGMENTAL INFORMATION

For management purposes, the Group is organised into four operating segments based on services offered and geographical operations as follows. The following table presents income, profit, asset and liability information of the Group's operating segments.

	Leasing		Loans and Advances		Others		International Operation		Total	
	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)	31.03.2025 Rs.('000)	Audited 31.03.2024 Rs.('000)
Interest Income	9,462,643	9,644,208	30,596,895	32,453,545	1,789,111	3,731,942	353,247	272,806	42,201,896	46,102,501
Less: Interest Expenses	2,730,167	3,895,742	12,330,625	14,159,720	1,634,831	3,346,124	88,084	59,045	16,783,707	21,460,631
Net Interest Income	6,732,476	5,748,466	18,266,270	18,293,825	154,280	385,818	265,163	213,761	25,418,189	24,641,870
Fee and Commission Income	680,013	631,778	3,919,352	2,555,834	5,530	1,157	38,019	28,691	4,642,914	3,217,460
Net Trading Income and Other Operating Income	5,332	5,522	128,611	105,645	177,174	204,749	333	(106)	311,450	315,810
Total Operating Income	7,417,821	6,385,766	22,314,233	20,955,304	336,984	591,724	303,515	242,346	30,372,553	28,175,140
Less: Impairment Charges	(424,873)	(390,545)	144,431	591,078	9,164	61,137	10,247	8,423	(261,031)	270,093
Net Operating Income	7,842,694	6,776,311	22,169,802	20,364,226	327,820	530,587	293,268	233,923	30,633,584	27,905,047
Less: Other Costs	1,696,999	1,751,379	7,065,142	6,082,942	54,680	43,424	219,317	168,873	9,036,138	8,046,618
Less: Depreciation and Amortisation	158,552	164,983	828,919	719,464	6,982	2,817	7,075	6,497	1,001,528	893,761
Operating Profits before Taxes	5,987,143	4,859,949	14,275,741	13,561,820	266,158	484,346	66,876	58,553	20,595,918	18,964,668
Less: Taxes	2,834,556	2,376,957	6,758,714	6,632,965	126,010	236,890	14,704	10,845	9,733,984	9,257,657
Profits for the Year	3,152,587	2,482,992	7,517,027	6,928,855	140,148	247,456	52,172	47,708	10,861,934	9,707,011
Less: Non-Controlling Interest									1,932	(6,906)
Profit Attributable to Equity Holders of the Company									10,860,002	9,713,917
Profits for the Year									10,861,934	9,707,011
Segmental Assets	37,639,838	31,422,342	168,933,351	138,273,646	34,317,056	32,922,858	1,628,402	1,229,125	242,518,647	203,847,971
Elimination	-	-	-	-	(534,234)	(700,085)	-	-	(534,234)	(700,085)
Total Segmental Assets	37,639,838	31,422,342	168,933,351	138,273,646	33,782,822	32,222,773	1,628,402	1,229,125	241,984,413	203,147,886
Segmental Liabilities	29,848,936	24,811,494	133,966,593	109,164,548	25,808,713	24,741,068	783,098	423,933	190,407,340	159,141,043
Elimination	-	-	-	-	-	-	(13,072)	(1,150)	(13,072)	(1,150)
Total Segmental Liabilities	29,848,936	24,811,494	133,966,593	109,164,548	25,808,713	24,741,068	770,026	422,783	190,394,268	159,139,893

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profits or losses which, in certain respects, are measured differently from operating profits or losses in the financial statements.

No revenue from transactions with a single external customer or counterparty amounted to 10% or more of the Company's total revenue during the year ended 31 March 2025 or 2024.



## LB FINANCE PLC

### Interim Financial Statements for the Year ended 31 March 2025

#### EXPLANATORY NOTES

01. The accounting policies followed in preparing the above Interim Financial Statements are the same as those disclosed in our Annual Report for the year ended 31 March 2024.
02. These Interim Financial Statements have been prepared in compliance with the requirements of Sri Lanka Accounting Standards - LKAS 34 Interim Financial Reporting.
03. In furtherance of the Financial Sector Consolidation Plan of the Central Bank of Sri Lanka, the Boards of Directors of L B Finance PLC and its subsidiary, Multi Finance PLC, have resolved to amalgamate Multi Finance PLC with L B Finance PLC under Section 239 of the companies Act No.07 of 2007.  
The approval of the shareholders of both Multi Finance PLC and L B Finance PLC was duly passed by way of Special Resolutions at Extraordinary General Meetings of the respective companies on the 27 June 2024 and 28 June 2024.  
Pursuant to having passed the special resolution, necessary steps were duly taken by the Company to register the said amalgamation with the Department of Registrar General of Companies (DRGOC). The DRGOC issued the certificate of amalgamation on the 30 July 2024 certifying the completion of amalgamation of Multi Finance PLC with LB Finance PLC with effect from 25 July 2024.
04. The Commitments and Contingencies as at 31 March 2025 was Rs. 4,209 Mn and as at 31 March 2024 was Rs. 2,282 Mn.
05. There have been no material events occurring after the reporting date that require adjustments to or disclosure in the Financial Statements.

#### INFORMATION ON SHARES

##### INFORMATION ON SHARES

		For the Quarter ended	
		31.03.2025	31.03.2024
Share Price	Highest	Rs. 95.20	65.40
	Lowest	Rs. 80.60	58.00
	Last Traded	Rs. 86.50	62.80
Number of Ordinary Shares Issued		554,057,136	554,057,136
		As at	
		31.03.2025	31.03.2024
Ratios			
Debt Equity Ratio - No of Times		3.53	3.44
Quick Asset Ratio - No of Times		0.59	0.65
Interest Cover - No of Times		1.98	1.71

#### SELECTED PERFORMANCE INDICATORS

	As at	
	31.03.2025	31.03.2024
<b>Capital Adequacy</b>		
Core Capital to Risk Weighted Asset Ratio (Minimum 10%)	23.82%	31.45%
Total Capital to Risk Weighted Asset Ratio (Minimum 14%)	24.67%	32.19%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)	37.02%	35.52%
<b>Profitability</b>		
Return on Average Shareholders' Funds (After Tax)	22.77%	23.40%
Return on Average Assets (After Tax)	4.88%	4.97%
<b>Asset Quality*</b>		
Gross Non-Performing Accommodations Ratio	2.25%	3.54%
Net Non-Performing Accommodations Ratio	-1.22%	-0.79%
<b>Liquidity (Rs. Mn)</b>		
Required Minimum Amount of Liquid Assets	14,550	12,582
Available Amount of Liquid Assets	28,468	26,056
Required Minimum Amount of Government Securities	8,704	7,897
Available Amount of Government Securities	13,781	18,953

\* The Central Bank of Sri Lanka granted approval to defer the effective implementation of Section 4.3.1.(i) of the finance business act (Classification and measurement of Credit Facilities) Direction No 01 of 2020 on 31 May 2024. Accordingly, the said requirement is effective from financial years beginning on or after 01 April 2025. The Company has early adopted the Section 4.3.1.(i) of the said direction voluntary basis.

## LB FINANCE PLC

### Additional Notes

#### Twenty largest shareholders as at 31 March 2025

Name		No. of Shares	(%)
1 Vallibel One PLC		286,729,600	51.751
2 Royal Ceramics Lanka PLC	125,708,928	144,492,928	26.079
Commercial Bank of Ceylon PLC/Royal Ceramics Lanka PLC	18,784,000		
3 Hatton National Bank PLC/Esna Holdings (Pvt) Ltd		15,248,000	2.752
4 Seylan Bank PLC/JN Lanka Holdings Company (Pvt) Ltd		8,314,886	1.501
5 Mr. W.G.D.C. Ranaweera		6,381,928	1.152
6 Mr. K.R.E.M.D.M.B. Jayasundara		5,000,000	0.902
7 Mr. K.D.A. Perera		4,289,735	0.774
8 DFCC Bank PLC/J N Lanka Holdings Company (Pvt) Ltd		3,000,000	0.541
9 Mr N. Udage		2,861,235	0.516
10 Hatton National Bank PLC/JN Lanka Holdings Company (Pvt) Ltd		2,720,745	0.491
11 DFCC Bank PLC A/C No .02		2,227,260	0.402
12 Mr. F.N. Herft		1,970,973	0.356
13 Rosewood (Pvt) Limited-Account No.1		1,963,807	0.354
14 Janashakthi Insurance PLC-Shareholders		1,952,700	0.352
15 Mr. Y.S.H.R.S. Silva		1,881,500	0.340
16 J.B. Cocoshell (Pvt) Ltd		1,635,407	0.295
17 Mr. M. Keil		1,300,000	0.235
18 Mr. M.A.T. Raaymakers		1,270,922	0.229
19 Mr. A.A. Page		1,259,200	0.227
20 DFCC Bank PLC A/C 1		1,186,099	0.214
		495,686,925	89.465
Others		58,370,211	10.535
<b>Total</b>		<b>554,057,136</b>	<b>100.000</b>

#### Directors' and Chief Executive Officer's holding in shares as at 31 March 2025

Name	No. of Shares	(%)
Mr. G A R D Prasanna	-	-
Mr. J A S S Adhihetty	424,480	0.077
Mr. N Udage	2,861,235	0.516
Mr. B D A Perera	-	-
Mr. R S Yatawara	8,593	0.002
Mrs. Y Bhaskaran	-	-
Mr. M A J W Jayasekara	-	-
Mrs. Ashwini Natesan	-	-
Mr. D Rangalle	-	-
Ms. Yanika Amarasekara	-	-
Mr. Piyal Dushantha Hennayake	25,000	0.005
Mr. Priyantha Bandara Talwatte	-	-

Public Holding percentage as at 31 March 2025 being 21.35% comprising of 5,337 shareholders.

The Float adjusted market capitalisation as at 31 March 2025 – Rs.10,149,354,415.20

The Float adjusted market capitalization of the Company falls under **Option 1** of Rule 7.13.1 (i) (a) of the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

# Corporate Information

## NAME OF COMPANY

L B Finance PLC

## LEGAL FORM

Public Limited Liability Company  
Incorporated in Sri Lanka under the provisions of the Companies Ordinance No. 51 of 1938 (Cap 145) and reregistered as per the Companies Act No. 07 of 2007 on 6th June 2008.

A Licensed Finance Company under the Finance Business Act No. 42 of 2011.

A registered Financed Leasing Establishment in terms of Finance Leasing Act No. 56 of 2000.

## STOCK EXCHANGE LISTING

The Company was admitted to the official list of the Colombo Stock Exchange on 30th December, 1997, in which the Company's Ordinary Shares are listed currently.

## DATE OF INCORPORATION

30th May 1971

## COMPANY REGISTRATION NUMBER

PQ 156

## TAX PAYER IDENTIFICATION NUMBER

104033431

## VAT REGISTRATION NUMBER

104033431 7000

## CENTRAL BANK REGISTRATION NUMBER

RFC 1003

## PRINCIPAL ACTIVITIES

The Company provides a comprehensive range of financial services encompassing acceptance of Fixed Deposits, maintenance of Savings Accounts, providing Finance Leases and Vehicle Loan Facilities, Mortgage Loans, Gold Loans, Personal Loans, other Credit Facilities, Digital Financial Services and Value-Added Services.

## Principal Activities of the Company's Subsidiaries

**L B Microfinance Myanmar Company Limited** - carries on Microfinance lending in Myanmar.

## REGISTERED OFFICE

No. 275/75, Prof. Stanley Wijesundara Mawatha, Colombo 07.  
Tel: 011- 2 200 000 Fax: 011-5 345 327

## CORPORATE OFFICE

No. 20, Dharmapala Mawatha, Colombo 03.  
Tel: 011-2 155 000 Fax: 011-2 575 098

## OUTLETS

Branches - 216

## WEBSITE

[www.lbfinance.com](http://www.lbfinance.com)

## FINANCIAL YEAR END

31 March

## CREDIT RATING

The Company has been assigned A-(Ika) Stable by Fitch Ratings Lanka Limited

## BOARD OF DIRECTORS AND BOARD APPOINTED COMMITTEES

### Board of Directors

**Mr. G A R D Prasanna**  
(Chairman)

**Mr. Ashane Jayasekara**  
(Independent Non-Executive Director/  
Senior Director)

**Mr. Sumith Adhithetty**  
(Managing Director)

**Mr. Niroschan Udage**  
(Deputy Managing Director)

**Mr. B D A Perera**  
(Executive Director)

**Mr. Ravindra Yatawara**  
(Executive Director)

**Mrs. Yogadinusha Bhaskaran**  
(Non-Executive Director)

**Mrs. Ashwini Natesan**  
(Independent Non-Executive Director)

**Mr. Dharmadasa Rangalle**  
(Non-Executive Director)

**Ms. Yanika Amarasekera**  
(Independent Non-Executive Director)

**Mr. P B Talwatte**  
(Independent Non-Executive Director)

**Mr. P D Hennayake**  
(Independent Non-Executive Director)

### Company Secretary

Ms. Tharanga Nandasena

### Board Audit Committee

Mr. Ashane Jayasekara (Chairman)

Mrs. Yogadinusha Bhaskaran

Mrs. Ashwini Natesan

### Board Human Resource and Remuneration Committee

Ms. Yanika Amarasekera (Chairperson)

Mr. G A R D Prasanna

Mr. Ashane Jayasekara

Mr. P B Talwatte

**Board Nomination and Governance Committee**

Mr. Ashane Jayasekara (Chairman)  
Mrs. Ashwini Natesan  
Mr. G A R D Prasanna

**Board Related Party Transaction Review Committee**

Mrs. Ashwini Natesan (Chairperson)  
Mr. Dharmadasa Rangalle  
Mr. P D Hennayake

**Board Integrated Risk Management Committee**

Mrs. Ashwini Natesan (Chairperson)  
Mr. Ashane Jayasekara  
Mrs. Yogadinusha Bhaskaran

**REGISTRARS**

Central Depository Systems (Pvt) Limited  
Ground Floor, M & M Centre,  
341/5, Kotte Road, Rajagiriya.  
Tel: 011-2356444  
Fax: 011-2440396  
Email: registrars@cse.lk

**CORPORATE MEMBERSHIPS AND ASSOCIATIONS**

The Finance Houses  
Association of Sri Lanka  
Leasing Association of Sri Lanka  
The Ombudsman Sri Lanka  
(Guarantee) Limited  
Mercantile Cricket Association  
Mercantile Football Association

**EXTERNAL AUDITORS**

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

**INTERNAL AUDITORS**

Internal Audit Department of the  
Company under the scrutiny of the  
Chief Internal Auditor.

**BANKERS**

Bank of Ceylon  
Commercial Bank of Ceylon PLC  
DFCC Bank PLC  
Hatton National Bank PLC  
MCB Bank Limited  
National Development Bank PLC  
Nations Trust Bank PLC  
Pan Asia Banking Corporation PLC  
People's Bank  
Sampath Bank PLC  
Seylan Bank PLC  
Standard Chartered Bank  
Union Bank of Colombo PLC  
Habib Bank Limited  
Public Bank Berhad

**SUBSIDIARY COMPANIES****LB Microfinance Myanmar Company Limited**

(Company incorporated in the  
Republic of the Union of Myanmar)

**COMPANY REGISTRATION NUMBER OF SUBSIDIARY**

844 FC of 2016-2017 (YGN)

**REGISTERED OFFICE OF SUBSIDIARY**

No 40,  
Mulashwedagar Street,  
Khittaya Myothit Quarter,  
Pyay Township,  
Bago Region,  
Myanmar

**BOARD OF DIRECTORS OF SUBSIDIARY**

Mr. Sumith Adhihetty  
Mr. Niroshan Udage  
Mr. B D A Perera  
Mr. Ravindra Yatawara  
Mrs. Daw Khin Than Win  
Mr. U Kyaw Kyaw

