

## STATE MORTGAGE & INVESTMENT BANK

**ASSETS** 

Bank Previous Year (31.12.2024)

Cash and cash equivalents

Placements with banks

Loans and advances

Debt instruments

Reverse Repos

**Treasury Bonds** 

**Commercial Papers** 

**Unquoated Shares** 

**Total financial assets** 

Treasury Bills

**Unit Trusts** 

Due to Banks

**Financial liabilities** 

- Due to depositors

**Total financial liabilities** 

- Due to debt security holders

- Due to other borrowers

Ratio Analysis as at 30/06/2025

Common Equity Tire - 1

Regulatory Capital Ratios (%)

**Regulatory Liquidity Requirement** 

Tire -1 Capital

**Total Capital** 

Regulatory Capital Adequacy (LKR 'Mn)-Basel III

Tier 1 Capital Ratio (Minimum Reg 8.5%)

Total Capital Ratio (Minimum Req 12.5%)

Basel III Leverage Ratio (Minimum Requirement 3%)

Liquidity Coverage Ratio (LCR) (Minimum req-100%)

Total Stock of High Quality Liquid Assets Rs.Mn

Net Stable Funding Ratio (Minimum req-100%)

Impaired Loan (stage 3) to Total Loan ratio %

impairment (stage 3) to stage 3 loans ratio %

LIABILITIES

**Analysis of Financial Instruments by Measurement Basis -**

AC

125

153

694

44,667

2,256

5,608

54,619

48,161

141

48,301

**FVPL** - Financial assets/liabilities measured at fair value through profit or loss

FVOCI - Financial assets measured at fair value through other comprehensive income

Common Equity Tire 1 Capital Ratio (Minimum Requirement 7%) 18.42 19.28

AC - Financial assets/liabilities measured at amortised cost

423

Rs. 'Mn

Total

125

**153** 

44,667

2,256

5,608

2,943

57,568

48,161

48,301

4,787

4,787

30/06/2025 31/12/2024

16.81 19.28

16.81 19.28

7.28 8.40

139.76 104.79

7,167

108.00

33.00

14.10

3.83

0.28

0.59

84.32

353

10,458

101.00

35.00

15.04

2.77

0.44

1.24

74.15

338

4,531

141

**FVPL FVOCI** 

2,943

2,943

Financial Statements For The Period Ended 30 June 2025

Fitch Rating BB (lka) Stable

INCOME STATEMENT		Rs 'Mn
FOR THE PERIOD ENDED 30TH JUNE 2025	From 01/01/2025	From 01/01/2024
Interest income	to 30/06/2025 3,553	to 30/06/2024 4,129
Interest expenses	(1,988)	(3,189)
Net interest income Fee and commission income	<b>1,565</b> 150	<b>940</b> 69
Net fee and commission income	150	69
Net Fair Value Gains/(Losses) from FA at FVPL	82	223
Net other operating income (net)  Total operating income	1,798	1,233
Impairment Charges	(230)	(123)
Net operating income	1,568	1,109
Personnel expenses	(776)	(639)
Depreciation and amortization expenses Other expenses	(59) (268)	(15) (240)
Operating profit/(loss) before VAT & SSCL	465	215
Value added tax (VAT) on financial services (18%)	(190)	(128)
Social Security Levy (2.5%)	(26)	(18)
Profit/(loss) before tax	<b>249</b>	70
Income Tax expenses Profit/(loss) for the period	(181) <b>68</b>	70
STATEMENT OF COMPREHENSIVE INCOME		Rs 'Mn
FOR THE PERIOD ENDED 30TH JUNE 2025		KS WIII
	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
Profit/(loss) for the Period	68	70
Items that will be reclassified to income statement Gains and Losses on Re-Measuring Financial Assets	_	-
Items that will not be reclassified to income statemen	t	
Re-measurement of post-employment benefit obligati		-
Deffered Tax effect on Actuarial Gains/Losses on define benefit obligations	ea -	-
Total comprehensive income for the period	68	70
STATEMENT OF FINANCIAL POSITION		Rs 'Mn
<b>AS AT 30TH JUNE 2025</b>		
	As at 30/06/2025	As at 31/12/2024
Assets	As at 30/06/2025 220	As at 31/12/2024
Assets Cash and cash equivalents	220	125
Assets Cash and cash equivalents Placements with Banks	220	125
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC	220 355 -	125 153 -
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced	220 355 - 41,862	125 153 - 41,730
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment	220 355 - 41,862 13,003 5 464	125 153 - 41,730 11,922
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets	220 355 - 41,862 13,003 5 464 634	125 153 - 41,730 11,922 5 504 634
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment	220 355 - 41,862 13,003 5 464	125 153 - 41,730 11,922 5 504
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets	220 355 - 41,862 13,003 5 464 634	125 153 - 41,730 11,922 5 504 634
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets Liabilities	220 355 - 41,862 13,003 5 464 634 609	125 153 - 41,730 11,922 5 504 634 596
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks	220 355 - 41,862 13,003 5 464 634 609	125 153 - 41,730 11,922 5 504 634 596
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets Liabilities	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b>	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b>
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks Financial Liabilities at Amortised Cost - Due to Depositors - Due to Debt Securities Holders	220 355 - 41,862 13,003 5 464 634 609	125 153 - 41,730 11,922 5 504 634 596
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks Financial Liabilities at Amortised Cost - Due to Depositors - Due to Debt Securities Holders - Due to Other Borrowers	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks Financial Liabilities at Amortised Cost - Due to Depositors - Due to Debt Securities Holders - Due to Other Borrowers  Employee Benefit Liability	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks Financial Liabilities at Amortised Cost - Due to Depositors - Due to Debt Securities Holders - Due to Other Borrowers  Employee Benefit Liability Other Liabilities	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks Financial Liabilities at Amortised Cost - Due to Depositors - Due to Debt Securities Holders - Due to Other Borrowers  Employee Benefit Liability	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC - Loans and Advanced - Debt and Other Instruments Financial Assets - FVOCI Property, plant and equipment Deferred tax assets Other assets  Total assets  Liabilities Due to banks Financial Liabilities at Amortised Cost - Due to Depositors - Due to Debt Securities Holders - Due to Other Borrowers  Employee Benefit Liability Other Liabilities  Total liabilities	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620 <b>51,667</b>	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269 <b>50,248</b>
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620 <b>51,667</b> 890 307 3,211	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269 <b>50,248</b> 890 307 3,146
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620 <b>51,667</b> 890 307 3,211 1,078	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269 <b>50,248</b> 890 307 3,146 1,078
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620 <b>51,667</b> 890 307 3,211	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269 <b>50,248</b> 890 307 3,146
Assets Cash and cash equivalents Placements with Banks Financial Assets - AC	220 355 - 41,862 13,003 5 464 634 609 <b>57,152</b> - 49,271 - 58 718 1,620 <b>51,667</b> 890 307 3,211 1,078 <b>5,485</b>	125 153 - 41,730 11,922 5 504 634 596 <b>55,668</b> - 48,161 - 141 678 1,269 <b>50,248</b> 890 307 3,146 1,078 <b>5,420</b>

TATEMENT OF CASH FLOWS OR THE PERIOD ENDED 30TH JUN	E 2025			Rs 'Mn
			From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
Cash Flows from Operating Activities			2 764	4 104
nterest Received			3,764	4,194
nterest Payments Net commission receipts			(2,478) 150	(4,342) 69
Payments to Employees			(614)	(494)
/AT, DLR & NBT, ESC on financial service	ces		(97)	(145)
Receipts from Other Operating Activitie			1	2
ayments on Other Operating Activities			(245)	(240)
Operating profit before changes in Operating profit before changes in Operating profit before changes in Operating profits the changes in Operating profits the changes in Operating profits before changes in Operating profits the changes in Operating profits before changes before changes are changed profits before changes before changes before changes are changed profits before changes	erating		482	(957)
inancial assets at amortised cost - loans other assets	& advances		(574) (13)	(1,123) (154)
avecas / /Decreases) in Operating Lieb	:1:4:00		(587)	(1,277)
crease/ (Decrease) in Operating Liab inancial liabilities at amortised cost-d		rc	1,601	(497)
inancial liabilities at amortised cost-d	•		(83)	(169)
Other liabilities	S.C. CO GUILLI DO		(53)	212
			1,465	(454)
et cash generated from operating acterions acterions acterions.	นงเนes		1,360	(2,688)
Bratuity Paid			(44)	(32)
ncome Taxes Paid			( <del></del>	
et Cash from Operating Activities			1,315	(2,720)
ash flows from investing activities Dividend Received			_	_
Purchase of financial investments			_	_
Purchase of Property, Plant & Equipme	ent		(19)	(60)
Proceeds from the sale and maturity of		estments	(1,201)	2,812
•				· · · · · · · · · · · · · · · · · · ·
et cash (used in)/ from investing acti	vities		(1,220)	2,752
ash flows from financing activities				
Repayment of subordinated debt			_	-
Payments to Consolidated Fund				-
et cash from financing activities			-	-
et increase/(decrease) in cash & cash	n equivalents		95	32
Cash and cash equivalents at the begin	ning of the per	iod	125	120
ash and cash equivalents at the end o	of the period		220	152
econciliation of Cash and Cash Equiva	alents			
Cash and Short Term Funds			220	179
Borrowings from Banks (OD)			-	(27)
ash and cash equivalents at the end o	of the period		220	152
nalysis of Financial Instruments	•	ment Basi		Rs. 'Mn
ank - Current Year (30.06.2025)	·			
SSETS	AC	FVPL	FVOCI	Tota
Cash and cash equivalents	220			220
Placements with banks	355			35!
Loans and advances	45,029			45,02
Debt instruments	695			69
Reverse Repos	2,531			2,53
Treasury Bills	7,347			7,34
Treasury Bonds	321			32
Money Market Saving	355			35
Unit Trusts		2,110		2,11
Unquoated Shares			5	!
otal financial assets	56,853	2,110	5	58,96
ABILITIES Due to Banks	_			_
nancial liabilities				-
- Due to depositors	49,271			49,271
- Due to debt security holders	-			-
Bue to dest security horders				
- Due to other borrowers	58			58

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Cer	Certification:						•	
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**Credit Rating** 

**Assets Quality** 

**Income & Profitability** 

Interest Margin %

Return on Assets %

Return on Equity %

Cost to Income Ratio

Number of Branches

**Memorandum Information** 

We, the undersigned, being the Chief Executive Officer and the Chief Financial Officer of the Bank jointly certify that:

(a) the above statements have been prepared in compliance with the format and

definitions prescribed by the Central Bank of Sri Lanka;

Mr.I.T.Asuramanna General Manager / CEO

Mr.K.L.N.A. Perera
Deputy General Manager
(Corporate Planning & Branch Operation)

Analysis of amount due to dep	Rs. 'Mn	
	30.06.2025	31.12.2024
By Product		
Savings deposits	4,053	3,574
Fixed deposits	44,922	44,319
Other deposits (Schemes)	296	267
Total	49,271	48,161

a. Product wise Gross Loans and Advance	Rs. 'Mn	
	30.06.2025	31.12.2024
Mortgage	9,807	10,881
EPF	15,443	13,939
Vehicle	-	-
Staff loans	157	150
Personal Loans	16,523	17,669
Others	3,475	2,404
<b>Less-</b> Allowance for Day 1 Difference - Staff Loan	(365)	(365)
Gross Total	45,040	44,678

b. Stage wise impairment on loans an	Rs. 'Mn	
	30.06.2025	31.12.2024
Gross loans and advances	45,040	44,678
Stage 1	24,679	24,539
Stage 2	4,546	5,401
Stage 3	15,816	14,738
(Less): Accumulated impairment under:	3,167	2,937
Stage 1	438	403
Stage 2	350	456
Stage 3	2,379	2,078
Net Loans and Advances	41,873	41,741
Less- First day impact of Moratorium Loans	11	11
Net Loans and Advances	41,862	41,730

c. Mov	. Movements in impairment during the Period			
		30.06.2025	31.12.2024	
Stage 1	Opening balance as at 01/01/2024	403	428	
	Charge/ (Write back) to income Statement	35	(25)	
	Write-off during the year	-	-	
	Closing balance at 30/06/2024	438	403	
Stage 2	Opening balance as at 01/01/2024	456	431	
	Charge/ (Write back) to income Statement	t (106)	25	
	Write-off during the year	-	-	
	Closing balance at 30/06/2024	350	456	
Stage 3	Opening balance as at 01/01/2024	2,078	1,530	
	Charge/ (Write back) to income Statemen	t 301	548	
	Write-off during the year	-	-	
	Closing balance at 30/06/2024	2,379	2,078	
Total		3,167	2,937	
Total		3,167		

## STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.06.2025

	Contributed Capital	Statutary Reserve	Capital Reserve	General Reserve	Title Indemnity Fund	Retained Earnings	AFS Reserve	Total
Balance as at 31/12/2023	890	307	393	683	1	3,180	-	5,454
Prior Period Adjustments								
Net Profit / Loss for the Year						32		32
Other Comprehensive Income						(32)		(32)
Transfer During the Year						(34)		(34)
Transfer to Consolidated Fund								-
Balance as at 31/12/2024	890	307	393	683	1	3,146		5,420
Prior Year adjustements						(3)		(3)
Net Profit / Loss for the year						68		68
Deemed dividend Tax over Payment								
Other Comprehensive Income								
Transfer During the Year								
Transfer to Consolidated Fund								
Balance as at 30/06/2025	890	307	393	683	1	3,211	-	5,485

These Financial Statements give a true and fair view of the state of affairs of the State Mortgage and Investment Bank as at 30 June 2025 and its profit for the year then ended.

Mr.K.L.N.A. Perera

Deputy General Manager (Corporate Planning & Branch Operation)

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. Approved and Signed for and on behalf of the board,

Mr. Maheel P. Kuragama

Chairman

Mr. D.R.L. Wickramasinghe (Director) Mr.I.T.Asuramanna

General Manager / CEO

30<sup>th</sup> July 2025

State Mortgage & Investment Bank, No.269, Galle Road, Colombo 03, Sri Lanka.

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