



STATE MORTGAGE & INVESTMENT BANK

Financial Statements For The Period Ended 30 June 2025

Fitch Rating BB (Ika) Stable

INCOME STATEMENT		Rs 'Mn	
FOR THE PERIOD ENDED 30TH JUNE 2025			
	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024	
Interest income	3,553	4,129	
Interest expenses	(1,988)	(3,189)	
Net interest income	1,565	940	
Fee and commission income	150	69	
Net fee and commission income	150	69	
Net Fair Value Gains/(Losses) from FA at FVPL	82	223	
Net other operating income (net)	1	1	
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	(59)	(15)	
Other expenses	(268)	(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	249	70	
Income Tax expenses	(181)	-	
Profit/(loss) for the period	68	70	

STATEMENT OF COMPREHENSIVE INCOME		Rs 'Mn	
FOR THE PERIOD ENDED 30TH JUNE 2025			
	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 statement			
Re-measurement of post-employment benefit obligations	-	-	
Deferred Tax effect on Actuarial Gains/Losses on defined benefit obligations	-	-	
Total comprehensive income for the period	68	70	

STATEMENT OF FINANCIAL POSITION		Rs 'Mn	
AS AT 30TH JUNE 2025			
	As at 30/06/2025	As at 31/12/2024	
Assets			
Cash and cash equivalents	220	125	
Placements with Banks	355	153	
Financial Assets - AC	-	-	
- Loans and Advanced	41,862	41,730	
- Debt and Other Instruments	13,003	11,922	
Financial Assets - FVOCI	5	5	
Property, plant and equipment	464	504	
Deferred tax assets	634	634	
Other assets	609	596	
Total assets	57,152	55,668	
Liabilities			
Due to banks	-	-	
Financial Liabilities at Amortised Cost			
- Due to Depositors	49,271	48,161	
- Due to Debt Securities Holders	-	-	
- Due to Other Borrowers	58	141	
Employee Benefit Liability	718	678	
Other Liabilities	1,620	1,269	
Total liabilities	51,667	50,248	
Equity			
Stated Capital/Assigned Capital	890	890	
Statutory Reserve Fund	307	307	
Retained Earnings	3,211	3,146	
Other Reserves	1,078	1,078	
Total equity	5,485	5,420	
Total equity and liabilities	57,152	55,668	

Certification:

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

30th July 2025

STATEMENT OF CASH FLOWS		Rs 'Mn	
FOR THE PERIOD ENDED 30TH JUNE 2025			
	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024	
Cash Flows from Operating Activities			
Interest Received	3,764	4,194	
Interest Payments	(2,478)	(4,342)	
Net commission receipts	150	69	
Payments to Employees	(614)	(494)	
VAT, DLR & NBT, ESC on financial services	(97)	(145)	
Receipts from Other Operating Activities	1	2	
Payments on Other Operating Activities	(245)	(240)	
Operating profit before changes in Operating Assets & Liabilities	482	(957)	
Financial assets at amortised cost - loans & advances	(574)	(1,123)	
Other assets	(13)	(154)	
Increase/ (Decrease) in Operating Liabilities			
Financial liabilities at amortised cost-due to depositors	1,601	(497)	
Financial liabilities at amortised cost-due to other borrowers	(83)	(169)	
Other liabilities	(53)	212	
Net cash generated from operating activities before Income Tax	1,465	(454)	
Gratuity Paid	(44)	(32)	
Income Taxes Paid	-	-	
Net Cash from Operating Activities	1,315	(2,720)	
Cash flows from investing activities			
Dividend Received	-	-	
Purchase of financial investments	-	-	
Purchase of Property, Plant & Equipment	(19)	(60)	
Proceeds from the sale and maturity of financial investments	(1,201)	2,812	
Net cash (used in)/ from investing activities	(1,220)	2,752	
Cash flows from financing activities			
Repayment of subordinated debt	-	-	
Payments to Consolidated Fund	-	-	
Net cash from financing activities	-	-	
Net increase/(decrease) in cash & cash equivalents	95	32	
Cash and cash equivalents at the beginning of the period	125	120	
Cash and cash equivalents at the end of the period	220	152	
Reconciliation of Cash and Cash Equivalents			
Cash and Short Term Funds	220	179	
Borrowings from Banks (OD)	-	(27)	
Cash and cash equivalents at the end of the period	220	152	

Analysis of Financial Instruments by Measurement Basis - Bank - Current Year (30.06.2025)				Rs. 'Mn
	AC	FVPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	220			220
Placements with banks	355			355
Loans and advances	45,029			45,029
Debt instruments	695			695
Reverse Repos	2,531			2,531
Treasury Bills	7,347			7,347
Treasury Bonds	321			321
Money Market Saving	355			355
Unit Trusts		2,110		2,110
Unquoted Shares			5	5
Total financial assets	56,853	2,110	5	58,969
LIABILITIES				
Due to Banks	-			-
Financial liabilities				
- Due to depositors	49,271			49,271
- Due to debt security holders	-			-
- Due to other borrowers	58			58
Total financial liabilities	49,329			49,329

Analysis of Financial Instruments by Measurement Basis - Bank Previous Year (31.12.2024)				Rs. 'Mn
	AC	FVPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	125			125
Placements with banks	153			153
Loans and advances	44,667			44,667
Debt instruments	694			694
Reverse Repos	2,256			2,256
Treasury Bills	5,608			5,608
Treasury Bonds	423			423
Commercial Papers	-			-
Unit Trusts		2,943		2,943
Unquoted Shares			5	5
Total financial assets	54,619	2,943	5	57,568
LIABILITIES				
Due to Banks	-			-
Financial liabilities				
- Due to depositors	48,161			48,161
- Due to debt security holders	-			-
- Due to other borrowers	141			141
Total financial liabilities	48,301			48,301

AC - Financial assets/liabilities measured at amortised cost
FVPL - Financial assets/liabilities measured at fair value through profit or loss
FVOCI - Financial assets measured at fair value through other comprehensive income

Ratio Analysis as at 30/06/2025		30/06/2025	31/12/2024
Regulatory Capital Adequacy (LKR 'Mn)-Basel III			
Common Equity Tire - 1		4,531	4,787
Tire -1 Capital		4,134	4,787
Total Capital		4,134	4,787

Regulatory Capital Ratios (%)			
Common Equity Tire 1 Capital Ratio (Minimum Requirement 7%)	18.42	19.28	
Tier 1 Capital Ratio (Minimum Req 8.5%)	16.81	19.28	
Total Capital Ratio (Minimum Req 12.5%)	16.81	19.28	
Basel III Leverage Ratio (Minimum Requirement 3%)	7.28	8.40	

Regulatory Liquidity Requirement			
Liquidity Coverage Ratio (LCR) (Minimum req-100%)	139.76	104.79	
Total Stock of High Quality Liquid Assets Rs.Mn	10,458	7,167	
Net Stable Funding Ratio (Minimum req-100%)	101.00	108.00	

Assets Quality			
Impaired Loan (stage 3) to Total Loan ratio %	35.00	33.00	
impairment (stage 3) to stage 3 loans ratio %	15.04	14.10	

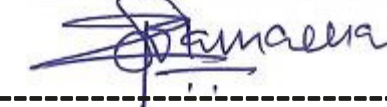
Income & Profitability			
Interest Margin %	2.77	3.83	
Return on Assets %	0.44	0.28	
Return on Equity %	1.24	0.59	
Cost to Income Ratio	74.15	84.32	

Memorandum Information			
Credit Rating	BB	BB	
Number of Branches	25	25	
Number of Employees	338	353	


Certification:

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)

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.06.2025

	Contributed Capital	Statutory 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 adjustments						(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

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