



புரதேச சலர்஁ன ஁஁஁வ  
பிரதேச அபிவிருத்தி வங்கி  
Regional Development Bank

*Audited Financial Statements  
for the Year Ended  
31<sup>st</sup> December 2024*

**PRADESHIYA SANWARDANA BANK****"BBB+" Stable  
LRA****AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2024****INCOME STATEMENT  
FOR THE YEAR ENDED 31-12-2024**

<b>In Rupees Millions</b>	<b>Bank</b>	
	<b>Current Year 31/12/2024 (Audited)</b>	<b>Previous Year 31/12/2023 (Audited)</b>
Interest income	37,922	46,233
Interest expenses	(18,368)	(29,290)
<b>Net interest income</b>	<b>19,554</b>	<b>16,943</b>
Fee and commission income	1,951	1,572
Fee and commission expenses	(598)	(409)
<b>Net fee and commission income</b>	<b>1,354</b>	<b>1,162</b>
Net gains/(losses) from trading	(403)	(235)
Net fair value gains/(losses) on:		
financial assets at fair value through profit or loss	-	-
financial liabilities at fair value through profit or loss	-	-
Net gains/(losses) on derecognition of financial assets:		
at fair value through profit or loss	-	-
at amortised cost	-	-
at fair value through other comprehensive income	-	-
Net other operating income	82	17
<b>Total operating income</b>	<b>20,587</b>	<b>17,887</b>
Impairment (charges)/Reversal	833	(2,163)
<b>Net operating income</b>	<b>21,419</b>	<b>15,724</b>
Personnel expenses	(11,945)	(9,551)
Depreciation and amortization expenses	(611)	(593)
Other expenses	(2,675)	(2,073)
<b>Operating profit/(loss) before VAT on financial services &amp; SSCL</b>	<b>6,189</b>	<b>3,508</b>
VAT on financial services	(2,617)	(2,066)
Social Security Contribution Levy	(362)	(259)
<b>Operating profit/(loss) after VAT on financial services &amp; SSCL</b>	<b>3,210</b>	<b>1,183</b>
Share of profits of associates and joint ventures	-	-
<b>Profit/(loss) before tax</b>	<b>3,210</b>	<b>1,183</b>
Income tax expenses	(1,934)	(320)
<b>Profit/(loss) for the Year</b>	<b>1,275</b>	<b>864</b>
<b>Profit attributable to:</b>		
Equity holders of the parent	1,275	864
Non-controlling interests	-	-
<b>Earnings per share on profit</b>		
Basic earnings per ordinary share	<b>2.27</b>	<b>1.54</b>
Diluted earnings per ordinary share	-	-

# PRADESHIYA SANWARDANA BANK

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2024

In Rupees Millions	Bank	
	Current Year 31/12/2024 (Audited)	Previous Year 31/12/2023 (Audited)
<b>Profit/(loss) for the Year</b>	<b>1,275</b>	<b>864</b>
<b>Items that will be reclassified to income statement</b>		
Exchange differences on translation of foreign operations	-	-
Net gains/(losses) on cash flow hedges	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	-	-
Share of profits of associates and joint ventures	-	-
Debt instruments at fair value through other comprehensive income	-	-
Others (specify)	-	-
Less: Tax expense relating to items that will be reclassified to income statement	-	-
<b>Items that will not be reclassified to income statement</b>		
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	-	-
Change in fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss	-	-
Re-measurement of post-employment benefit obligations	(1,076)	680
Changes in revaluation surplus	-	-
Share of profits of associates and joint ventures	-	-
Differed Tax impact on retirement benefit obligation	323	(204)
Less: Tax expense relating to items that will not be reclassified to income statement	-	-
<b>Other Comprehensive Income (OCI) for the Year, net of taxes</b>	<b>(753)</b>	<b>476</b>
<b>Total comprehensive income for the Year</b>	<b>522</b>	<b>1,340</b>
<b>Attributable to:</b>		
Equity holders of the parent	522	1,340
Non-controlling interest	-	-

# PRADESHIYA SANWARDANA BANK

## STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER 2024

In Rupees Millions	Bank	
	Current Year 31/12/2024 (Audited)	Previous Year 31/12/2023 (Audited)
<b>Assets</b>		
Cash and cash equivalents	828	104
Balances with central banks	-	-
Placements with banks	18,340	6,005
Derivative financial instruments	-	-
Financial assets recognized through profit or loss	-	-
- measured at fair value	0.26	0.15
- designated at fair value	-	-
Financial assets at amortized cost		
- loans and advances	227,168	194,425
- debt and other instruments	67,995	86,965
Financial assets measured at fair value through other comprehensive income	153	2
Investment in subsidiaries	-	-
Investments in associates and joint ventures	-	-
Property, plant and equipment	1,255	1,162
Right of use assets	1,060	860
Goodwill and intangible assets	77	112
Differred tax assets	2,848	2,960
Current tax assets	-	504
Other assets	4,196	6,618
<b>Total assets</b>	<b>323,920</b>	<b>299,717</b>
<b>Liabilities</b>		
Due to banks	36,413	46,208
Derivative financial instruments	-	-
Financial liabilities recognized through profit or loss		
- measured at fair value	-	-
- designated at fair value	-	-
Financial liabilities at amortized cost		
- due to depositors	253,664	226,080
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	-	-
Retirement benefit obligations	4,047	2,830
Current tax liabilities	531	-
Deferred tax liabilities	-	-
Other Provisions	-	-
Other liabilities	10,877	6,734
Due to subsidiaries	-	-
<b>Total liabilities</b>	<b>305,532</b>	<b>281,852</b>
<b>Equity</b>		
Stated capital/Assigned capital	8,522	8,522
Statutory reserve fund	952	888
Retained earnings	4,110	3,970
Other reserves	4,804	4,485
<b>Total shareholders' equity</b>	<b>18,388</b>	<b>17,866</b>
Non-controlling interests	-	-
<b>Total equity</b>	<b>18,388</b>	<b>17,866</b>
<b>Total equity and liabilities</b>	<b>323,920</b>	<b>299,717</b>
<b>Contingent liabilities and commitments</b>	<b>491</b>	<b>612</b>
<b>Memorandum Information</b>		
Number of Employees	2,615	2,683
Number of Branches	272	272

(Note: Amount stated are net of impairment & Depreciation)

**PRADESHIYA SANWARDANA BANK**

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31ST DECEMBER 2024

In Rupees Millions	Stated capital/Assigned Capital			Reserves					Total	Non Controlling interest	Total Equity
	Ordinary Voting Share	Ordinary Non Voting Share	Assigned Capital	Statutory Reserve Fund	OCI Reserve	Reveluation Reserve	Retained Earnings	Other Reserve			
<b>Balance as at 01/01/2024 (Opening balance)</b>	-	-	8,522	888	-	-	3,970	4,485	17,866	-	17,866
<b>Total comprehensive income for the Year</b>											
Profit/(loss) for the Year (net of tax)	-	-	-	-	-	-	1,275	-	1,275	-	1,275
Other comprehensive income (net of tax)	-	-	-	-	-	-	(753)	-	(753)	-	(753)
<b>Total comprehensive income for the Year</b>	-	-	-	-	-	-	522	-	522	-	522
<b>Transactions with equity holders, recognised directly in equity</b>											
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the Year	-	-	-	64	-	-	(383)	319	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	-	-	-	-	-
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)	-	-	-	-	-	-	-	-	-	-	-
Others (Please Specify)	-	-	-	-	-	-	-	-	-	-	-
<b>Total transactions with equity holders</b>	-	-	-	64	-	-	(383)	319	-	-	-
<b>Balance as at 31/12/2024</b>	-	-	8,522	952	-	-	4,110	4,804	18,388	-	18,388

# PRADESHIYA SANWARDANA BANK

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31ST DECEMBER 2024

In Rupees Millions	Bank	
	Current Year 31/12/2024 (Audited)	Previous Year 31/12/2023 (Audited)
<b>Cash flow from operating activities</b>		
Profit before tax	3,210	1,183
Adjustment for:		
Non cash items included in profit before tax	724	3,752
Changes in operating assets	(27,419)	7,493
Changes in operating liabilities	29,063	17,199
Net gain from investment activities	-	-
Share of profits in associates and joint ventures	-	-
Dividend income from subsidiaries and associates	-	-
Net gain/(loss) from financial instruments at fair value through profit or loss	-	-
Others reclassification	-	-
Contribution paid to defined benefit plans	(352)	(276)
Taxes on financial services	-	-
Tax Paid	(465)	(1,474)
<b>Net cash generated from/(used in) operating activities</b>	<b>4,762</b>	<b>27,877</b>
<b>Cash flows from investing activities</b>		
Purchase of Property, plant and equipment	(402)	(463)
Net purchase of intangible assets	(20)	(107)
Investment in Debenture	-	-
Investment in Fixed deposits (more than three months)	3,056	6,584
Proceeds from the sale of property, plant and equipment	0.9	1
Received Dividend Income	5	3
<b>Net cash (used in)/from investing activities</b>	<b>2,639</b>	<b>6,018</b>
<b>Cash flows from financing activities</b>		
Net proceeds from the issue of ordinary share capital	-	-
Payment of principal of operating lease	(365)	(362)
Net proceeds from the other borrowings	(9,796)	(1,262)
Redemption of Debentures	-	-
Interest paid & Repayemt of debentures	-	-
<b>Net cash from financing activities</b>	<b>(10,160)</b>	<b>(1,624)</b>
Net increase/(decrease) in cash & cash equivalents	(2,759)	32,272
Cash & cash equivalents at the beginning of the Period	62,437	30,165
<b>Cash and cash equivalents at the end of the Period</b>	<b>59,677</b>	<b>62,437</b>
<b>Reconciliation of Cash &amp; Cash Equivalents</b>		
Cash and cash equivalent	1,994	1,761
Favorable balances with banks		
Placements with Banks	35,017	61,129
Fixed deposits less than three months	22,667	1,204
Unfavorable balances with banks	-	(1,657)
	<b>59,677</b>	<b>62,437</b>

**PRADESHIYA SANWARDANA BANK**  
ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS  
AS AT 31ST DECEMBER 2024

**a. Bank - Current Year (Audited)**

In Rupees Millions	AC	FVPL	FVOCI	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	828	-	-	<b>828</b>
Balances with central banks	-	-	-	-
Placements with banks	18,340	-	-	<b>18,340</b>
Equity Instruments at fair value through profit or loss	-	0.26	-	<b>0</b>
Loans and advances	227,168	-	-	<b>227,168</b>
Debt instruments	67,995	-	-	<b>67,995</b>
Equity instruments	-	-	153	<b>153</b>
Other Assets	4,054	-	-	<b>4,054</b>
<b>Total financial Assets</b>	<b>318,385</b>	<b>0</b>	<b>153</b>	<b>318,538</b>

In Rupees Millions	Amortized Cost	TOTAL
<b>LIABILITIES</b>		
Due to banks	36,413	<b>36,413</b>
Derivative financial instruments	-	-
Financial liabilities	-	-
- due to depositors	253,664	<b>253,664</b>
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	-	-
Other Liability	4,764	<b>4,764</b>
<b>Total financial liabilities</b>	<b>294,841</b>	<b>294,841</b>

**b. Bank - Previous Year (Audited)**

In Rupees Millions	AC	FVPL	FVOCI	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	104	-	-	<b>104</b>
Balances with central banks	-	-	-	-
Placements with banks	6,005	-	-	<b>6,005</b>
Equity Instruments at fair value through profit or loss	-	0.15	-	<b>0.15</b>
Loans and advances	194,425	-	-	<b>194,425</b>
Debt instruments	86,965	-	-	<b>86,965</b>
Equity instruments	-	-	2	<b>2,290</b>
Other Assets	4,413	-	-	<b>4,413</b>
<b>Total financial</b>	<b>291,913</b>	<b>0.15</b>	<b>2</b>	<b>294,203</b>

In Rupees Millions	Amortized Cost	TOTAL
<b>LIABILITIES</b>		
Due to banks	46,208	<b>46,208</b>
Derivative financial instruments	-	-
Financial liabilities	-	-
- due to depositors	226,080	<b>226,080</b>
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	-	-
Other Liability	2,638	<b>2,638</b>
<b>Total financial liabilities</b>	<b>274,926</b>	<b>274,926</b>

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

**PRADESHIYA SANWARDANA BANK**

ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT

AS AT 31ST DECEMBER 2024

In Rupees Millions	Bank	
	Current Year 31/12/2024 (Audited)	Previous Year 31/12/2023 (Audited)
<b>Product-wise Gross loans &amp; advances</b>		
<b>By product – Domestic currency</b>		
Overdrafts		
Term loans	130,320	109,299
Leasing	1,685	897
Pawning	59,401	45,600
Refinance	31,727	38,100
Liya Isura	28	31
Staff Loan	6,539	5,864
Loans Against Deposits	14,971	14,054
SME	118	118
<b>Sub total</b>	<b>244,788</b>	<b>213,963</b>
<b>By product – Foreign currency</b>		
Overdrafts	-	-
Term loans	-	-
Guarantees	-	-
Bonds	-	-
Other loans (specify)	-	-
<b>Sub total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>244,788</b>	<b>213,963</b>
<b>Product-wise commitments and contingencies</b>		
<b>By product – Domestic currency</b>		
Guarantees	432	366
Bonds	-	-
Undrawn credit lines	-	-
Other commitments (specify)	-	-
Other contingencies (Bill Purchase)	95	246
<b>Sub total</b>	<b>527</b>	<b>613</b>
<b>By product – Foreign currency</b>		
Guarantees	-	-
Bonds	-	-
Undrawn credit lines	-	-
Other commitments (specify)	-	-
Other contingencies (specify)	-	-
<b>Sub total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>527</b>	<b>613</b>
<b>Stage-wise impairment on loans &amp; advances, commitments and contingencies</b>		
<b>Gross loans and advances, commitments and contingencies</b>	<b>245,315</b>	<b>214,576</b>
Less: Accumulated impairment under stage 1	3,257	2,665
Accumulated impairment under stage 2	2,790	4,644
Accumulated impairment under stage 3	11,032	10,603
<b>Net value of loans and advances, commitments and contingencies</b>	<b>228,236</b>	<b>196,663</b>
<b>Movement of impairment during the period</b>		
<b>Under Stage 1</b>		
Charge/(Write back) to income statement	593	(1,423)
Write-off during the period	-	-
Other movements	-	-
Closing balance at 31/12/2024	<b>3,257</b>	<b>2,665</b>
<b>Under Stage 2</b>		
Charge/(Write back) to income statement	(1,854)	(419)
Write-off during the period	-	-
Other movements	-	-
Closing balance at 31/12/2024	<b>2,790</b>	<b>4,644</b>
<b>Under Stage 3</b>		
Charge/(Write back) to income statement	428	4,005
Write-off during the period	-	-
Other movements	-	-
Collective Impairment not recognized	-	-
Closing balance at 31/12/2024	<b>11,032</b>	<b>10,603</b>
<b>Total impairment under SLFRS 9</b>	<b>17,079</b>	<b>17,912</b>

# PRADESHIYA SANWARDHANA BANK

## ANALYSIS OF DEPOSITS AS AT 31ST DECEMBER 2024

In Rupees Millions	Bank	
	Current Year 31/12/2024 (Audited)	Previous Year 31/12/2023 (Audited)
<b>By product – Domestic currency</b>		
Demand deposits (current accounts)	-	-
Savings deposits	85,730	70,065
Fixed deposits	167,934	156,014
Others (Specify)	-	-
<b>Sub total</b>	<b>253,664</b>	<b>226,080</b>
<b>By product – Foreign currency</b>		
Demand deposits (current accounts)	-	-
Savings deposits	-	-
Fixed deposits	-	-
Others (Specify)	-	-
<b>Sub total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>253,664</b>	<b>226,080</b>

# PRADESHIYA SANWARDANA BANK

## SELECTED PERFORMANCE INDICATORS / KEY FINANCIAL DATA

AS AT 31ST DECEMBER 2024 (Based on Regulatory Reporting)

Item	Current Year 31/12/2024 (Audited)	Previous Year 31/12/2023 (Audited)
<b>Regulatory Capital Adequacy (LKR in Millions )</b>		
Common Equity Tier 1	14,367	14,050
Tier 1 Capital	14,367	14,050
Total Regulatory Capital	23,441	24,069
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital (%) (Minimum Requirement - 7%)	9.51%	10.09%
Tier 1 Capital Ratio (%) (Minimum Requirement - 8.5%)	9.51%	10.09%
Total Capital Ratio (%) (Minimum Requirement - 12.5%)	15.52%	17.28%
<b>BASEL III Leverage Ratio (Minimum Requirement - 3%)</b>	4.39%	3.95%
<b>Regulatory Liquidity Requirement</b>		
Liquidity Coverage Ratio (%) (Minimum Requirement - 100% )		
Rupee (%)	402%	976%
All Currency (%)	402%	976%
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	152%	174%
<b>Assets Quality</b>		
Impaired Loans (Stage 3) to Total Loans Ratio(%) *(Net of stage 3 impairment)	6.25%	8.80%
Impairment (Stage 3) to Stage 3 Loans, Ratio (%)*	41.88%	36.03%
<b>Income and Profitability</b>		
Net Interest Margin (%)	6.27%	5.79%
Return on Assets (before Tax) (%)	1.03%	0.40%
Return on Equity (%)	7.04%	5.07%
Cost to Income Ratio(%)	84.35%	88.08%
<b>Memorandum Information</b>		
Credit Rating-LRA	BBB+Stable	BBB+Stable
Number of Employees	2,615	2,683
Number of Branches	272	272

\*Including undrawn portion of credit

### CERTIFICATION:

We, the undersigned, being the Compliance Officer and Acting Chief Executive Officer of Pradeshiya Sanwardhana 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;

(b) the information contained in these statements have been extracted from the audited financial statements of the bank .

**E.M.P.C.K.Ekanayake**  
(Sgd.) Compliance Officer  
Date: 21-03-2025

**E.A.D.J.Priyashantha**  
(Sgd.) Act.Chief Executive Officer  
Date: 21-03-2025

**Head Office:** No. 933, Kandy Road, Wedamulla, Kelaniya.

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