

softlogic LIFE

SOFTLOGIC LIFE INSURANCE PLC

INTERIM FINANCIAL STATEMENTS - FOR THE PERIOD ENDED 30TH SEPTEMBER 2026

SOFTLOGIC LIFE INSURANCE PLC
INCOME STATEMENT

For the Period ended 30 September	Note	Group		Company	
		2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Gross written premiums	6	38,214,589	29,106,526	36,413,750	28,238,420
Premiums ceded to reinsurers		(2,549,812)	(2,113,411)	(2,495,872)	(2,093,970)
Net written premiums		**35,664,777**	**26,993,115**	**33,917,878**	**26,144,450**
Other revenue					
Net finance income		5,140,230	4,107,538	4,270,207	3,874,040
Net realised gains		261,205	968,586	261,205	968,586
Net fair value gains / (losses)		67,508	218,464	67,508	218,464
Other operating income		6,688	55,619	3,602	30,248
Total other revenue		**5,475,631**	**5,350,207**	**4,602,522**	**5,091,338**
Total net revenue	7	**41,140,408**	**32,343,322**	**38,520,400**	**31,235,788**
Net benefits, claims and expenses					
Net insurance benefits and claims paid		(16,429,457)	(14,072,883)	(15,329,721)	(13,498,807)
Net change in insurance claims outstanding		58,148	(49,337)	76,122	(50,126)
Change in insurance contracts liabilities		(9,510,966)	(4,266,891)	(8,477,028)	(4,103,689)
Underwriting and net acquisition cost (Net of reinsurance)		(6,613,983)	(5,389,386)	(6,405,731)	(5,217,395)
Other operating and administration expenses		(6,338,685)	(4,844,035)	(6,211,797)	(4,644,981)
Impairment reversal / (provision) on financial investments		4,848	1,702	4,848	1,702
Finance cost	8	(178,714)	(442,773)	(178,714)	(442,773)
Total benefits, claims and expenses		**(39,008,809)**	**(29,063,603)**	**(36,522,021)**	**(27,956,069)**
Profit before tax	9	**2,131,599**	**3,279,719**	**1,998,379**	**3,279,719**
Income tax expenses		(593,831)	(988,527)	(531,448)	(988,527)
Profit for the period		**1,537,768**	**2,291,192**	**1,466,931**	**2,291,192**
Profit attributable to:					
Owners of the Company		1,537,768	2,291,192	1,466,931	2,291,192
Non-controlling interest		-	-	-	-
		1,537,768	**2,291,192**	**1,466,931**	**2,291,192**
Earnings per share					
Basic earnings per share (Rs.)	19	4.86	7.24	4.64	7.24
Diluted earnings per share (Rs.)	19	4.86	7.24	4.64	7.24

The Notes form an integral part of these Interim Financial Statements.

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Period ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Profit for the period	1,537,768	2,291,192	1,466,931	2,291,192
Other comprehensive income				
Items that will not be reclassified to income statement				
Equity investments at FVOCI - net change in fair value	-	591,088	-	591,088
Equity investments at FVOCI - net change in fair value - Life fund	(59,794)	463,005	(59,794)	463,005
Equity investments at FVOCI – reclassified to retained earnings	-	(638,931)	-	(638,931)
	(59,794)	**415,162**	**(59,794)**	**415,162**
Items that are or may be reclassified subsequently to income statement				
Debt investments at FVOCI - net change in fair value	(22,091)	(229,077)	10,989	(214,711)
Debt investments at FVOCI - net change in fair value - Life fund	(785,575)	(46,042)	(155,841)	(46,042)
Debt investments at FVOCI - reclassified to income statement	(2,433)	-	(114,921)	-
Foreign operations – foreign currency translation differences	(5,039)	-	-	-
Related tax / deferred tax	-	-	-	-
	(815,138)	**(275,119)**	**(259,773)**	**(260,753)**
Total other comprehensive income for the period, net of tax	**(874,932)**	**140,043**	**(319,567)**	**154,409**
Total comprehensive income for the period, net of tax	**662,836**	**2,431,235**	**1,147,364**	**2,445,601**
Total comprehensive income attributable to:				
Owners of the Company	660,314	2,431,235	1,147,364	2,445,601
Non-controlling interest	2,522	-	-	-
	662,836	**2,431,235**	**1,147,364**	**2,445,601**

The Notes form an integral part of these Financial Statements.

SOFTLOGIC LIFE INSURANCE PLC
INCOME STATEMENT

For the three months ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Gross written premiums	12,251,645	10,376,558	11,657,052	9,508,452
Premiums ceded to reinsurers	(906,691)	(706,220)	(889,089)	(686,778)
Net written premiums	**11,344,954**	**9,670,338**	**10,767,963**	**8,821,674**
Other revenue				
Net finance income	1,928,910	1,478,614	1,579,675	1,245,116
Net realised gains	13,458	96,930	157,116	96,930
Net fair value gains	62,388	77,551	26,314	77,551
Other operating income	1,178	52,619	1,131	27,248
Total other revenue	**2,005,934**	**1,705,714**	**1,764,236**	**1,446,845**
Total net revenue	**13,350,888**	**11,376,052**	**12,532,199**	**10,268,519**
Net benefits, claims and expenses				
Net insurance benefits and claims paid	(6,073,379)	(4,971,185)	(5,759,279)	(4,397,109)
Net change in insurance claims outstanding	55,420	(31,559)	58,546	(32,348)
Change in insurance contracts liabilities	(2,811,456)	(955,693)	(2,419,280)	(792,490)
Underwriting and net acquisition cost (Net of reinsurance)	(2,027,195)	(1,963,660)	(1,979,482)	(1,791,672)
Other operating and administration expenses	(2,045,150)	(1,758,910)	(2,002,525)	(1,559,855)
Impairment reversal / (provision) on financial investments	(526)	1,080	(526)	1,080
Finance cost	(300,680)	(156,121)	(300,680)	(156,121)
Total benefits, claims and expenses	**(13,202,966)**	**(9,836,048)**	**(12,403,226)**	**(8,728,515)**
Profit before tax	**147,922**	**1,540,004**	**128,973**	**1,540,004**
Income tax expenses	(71,436)	(469,958)	(65,751)	(469,958)
Profit for the period	**76,486**	**1,070,046**	**63,222**	**1,070,046**
Profit attributable to;				
Owners of the Company	76,486	1,070,046	63,222	1,070,046
Non controlling interest	-	-	-	-
	76,486	**1,070,046**	**63,222**	**1,070,046**
Earnings per share				
Basic earnings per share (Rs.)	0.24	3.38	0.20	3.38
Diluted earnings per share (Rs.)	0.24	3.38	0.20	3.38

The Notes form an integral part of these Financial Statements.

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three months ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Profit for the Period	76,486	1,070,046	63,223	1,070,046
Other comprehensive income				
Items that will not be reclassified to income statement				
Equity investments at FVOCI - net change in fair value	-	363,607	-	363,607
Equity investments at FVOCI - net change in fair value - Life fund	(187,439)	263,166	(187,439)	263,166
Equity investments at FVOCI – reclassified to retained earnings	-	(654,357)	-	(654,357)
Related tax / deferred tax	-	-	-	-
	(187,439)	**(27,584)**	**(187,439)**	**(27,584)**
Items that are or may be reclassified subsequently to income statement				
Debt investments at FVOCI - net change in fair value	462,417	(71,074)	22,366	(56,708)
Debt investments at FVOCI - net change in fair value - life fund	(603,202)	(137,143)	26,532	(137,143)
Debt investments at FVOCI - reclassified to income statement	(2,433)	-	(114,921)	-
Foreign operations – foreign currency translation differences	(5,039)	-	-	-
Related tax / deferred tax	-	-	-	-
	(148,257)	**(208,217)**	**(66,023)**	**(193,851)**
Total other comprehensive income for the period, net of tax	**(335,696)**	**(235,801)**	**(253,462)**	**(221,435)**
Total comprehensive income for the period, net of tax	**(259,210)**	**834,245**	**(190,239)**	**848,611**
Total comprehensive income attributable to:				
Owners of the Company	(261,732)	834,245	(190,239)	848,611
Non - controlling interest	2,522	-	-	-
	(259,210)	**834,245**	**(190,239)**	**848,611**

The Notes form an integral part of these Financial Statements.

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF FINANCIAL POSITION

As at	Note	Group		Company	
		30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited	30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited
Assets					
Intangible assets		1,415,053	472,379	4,663	6,082
Investment in subsidiary		-	-	2,067,874	1,426,349
Property, plant and equipment		956,758	854,727	923,192	832,546
Right of use assets		1,458,514	1,428,321	1,458,514	1,269,713
Deferred tax assets		643,179	715,134	444,689	454,262
Financial investments	11	64,116,597	56,962,074	53,408,169	47,072,300
Loans to life policyholders		513,290	412,829	511,903	412,829
Reinsurance receivables		600,541	524,933	549,118	482,477
Premium receivables		2,046,372	1,991,824	1,971,448	1,918,988
Receivables and other assets		2,826,576	2,123,050	2,749,857	2,193,602
Cash and cash equivalents		7,310,313	3,099,838	7,087,017	2,717,805
Total assets		**81,887,193**	**68,585,109**	**71,176,444**	**58,786,953**
Equity and liabilities					
Equity					
Stated capital	17	1,062,500	1,062,500	1,062,500	1,062,500
Restricted regulatory reserve		1,515,796	1,515,796	798,004	798,004
Other reserves	18	(1,697,603)	(820,149)	(872,068)	(552,501)
Retained earnings		11,770,287	11,909,472	11,744,638	11,954,660
Non-controlling interest		(211,436)	-	-	-
Total equity		**12,439,544**	**13,667,619**	**12,733,074**	**13,262,663**
Liabilities					
Insurance contract liabilities	12	56,962,013	46,611,447	46,459,106	38,040,296
Employee benefit liabilities		611,286	582,974	611,286	580,331
Loans and borrowings		4,891,558	-	4,891,558	-
Reinsurance payables		1,077,274	721,114	1,012,287	668,426
Other liabilities		5,284,595	6,614,667	4,848,210	5,847,949
Bank overdraft		620,923	387,288	620,923	387,288
Total liabilities		**69,447,649**	**54,917,490**	**58,443,370**	**45,524,290**
Total equity and liabilities		**81,887,193**	**68,585,109**	**71,176,444**	**58,786,953**
Net assets per share (Rs.)	16.1	39.98	43.20	40.24	41.92

The Notes form an integral part of these Financial Statements
These Financial Statements are in compliance with the requirements of the Companies Act No 7 of 2007.

Sgd.
Nuwan Withanage
Chief Financial Officer

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.

Sgd.
Ashok Pathirage
Chairman

Sgd.
Iftikar Ahamed
Managing Director

Colombo
9 November 2026

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF CHANGES IN EQUITY-COMPANY

For the Period ended 30 September	Stated capital	Restricted regulatory reserve	Other reserve		Retained earnings	Total
			Fair value reserve	Revaluation reserves		
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
Balance as at 01 January 2025	**1,062,500**	**798,004**	**(937,778)**	**173,516**	**9,258,312**	**10,354,554**
Profit for the period	-	-	-	-	2,291,192	2,291,192
Other comprehensive income for the period						
Equity investments at FVOCI - net change in fair value	-	-	591,088	-	-	591,088
Equity investments at FVOCI - net change in fair value - Life fund	-	-	463,005	-	-	463,005
Debt investments at FVOCI - net change in fair value	-	-	(214,711)	-	-	(214,711)
Re-measurement Gain on defined benefit liabilities	-	-	-	-	-	-
Equity investments at FVOCI – reclassified to retained earnings	-	-	(638,931)	-	257,318	(381,613)
Debt investments at FVOCI - net change in fair value - Life fund	-	-	(46,042)	-	-	(46,042)
Debt investments at FVOCI - reclassified to income statement	-	-	-	-	-	-
Total other comprehensive income, net of tax	**-**	**-**	**154,409**	**-**	**257,318**	**411,727**
Total comprehensive income for the period	**-**	**-**	**154,409**	**-**	**2,548,510**	**2,702,919**
Transaction with owners of the Company						
Contribution and distribution						
Interim dividend - 2025	-	-	-	-	(1,423,828)	(1,423,828)
Total transaction with owners of the Company	**-**	**-**	**-**	**-**	**(1,423,828)**	**(1,423,828)**
Balance as at 30 September 2025	**1,062,500**	**798,004**	**(783,369)**	**173,516**	**10,382,994**	**11,633,645**
Profit for the period	-	-	-	-	1,712,286	1,712,286
Other comprehensive income for the period						
Equity investments at FVOCI - net change in fair value	-	-	3,389	-	-	3,389
Equity investments at FVOCI - net change in fair value - Life fund	-	-	(100,137)	-	-	(100,137)
Equity investments at FVOCI – reclassified to retained earnings/Life	-	-	42,926	-	(42,926)	-
Debt investments at FVOCI - net change in fair value	-	-	(58,111)	-	-	(58,111)
Re-measurement Gain on defined benefit liabilities	-	-	-	-	(97,694)	(97,694)
Gain on revaluation of land and building	-	-	-	47,591	-	47,591
Debt investments at FVOCI - net change in fair value - Life fund	-	-	121,694	-	-	121,694
Debt investments at FVOCI - reclassified to income statement	-	-	-	-	-	-
Total other comprehensive income, net of tax	**-**	**-**	**9,761**	**47,591**	**(140,620)**	**(83,268)**
Total comprehensive income for the period	**-**	**-**	**9,761**	**47,591**	**1,571,666**	**1,629,018**
Transaction with owners of the Company						
Contribution and distribution						
Interim dividend - 2025	-	-	-	-	-	-
Balance as at 31 December 2025	**1,062,500**	**798,004**	**(773,608)**	**221,107**	**11,954,660**	**13,262,663**
Profit for the period	-	-	-	-	1,466,931	1,466,931
Other comprehensive income for the period						
Equity investments at FVOCI - net change in fair value	-	-	-	-	-	-
Equity investments at FVOCI - net change in fair value - Life fund	-	-	(59,794)	-	-	(59,794)
Debt investments at FVOCI - net change in fair value	-	-	10,989	-	-	10,989
Debt investments at FVOCI - net change in fair value - Life fund	-	-	(155,841)	-	-	(155,841)
Debt investments at FVOCI - reclassified to income statement	-	-	(114,921)	-	-	(114,921)
Total other comprehensive income, net of tax	**-**	**-**	**(319,567)**	**-**	**-**	**(319,567)**
Total comprehensive income for the period	**-**	**-**	**(319,567)**	**-**	**1,466,931**	**1,147,364**
Transaction with owners of the Company						
Contribution and distribution						
Interim dividend - 2026	-	-	-	-	(1,676,953)	(1,676,953)
Total contribution and distribution	**-**	**-**	**-**	**-**	**(1,676,953)**	**(1,676,953)**
Total transaction with owners of the Company	**-**	**-**	**-**	**-**	**(1,676,953)**	**(1,676,953)**
Balance as at 30 September 2026	**1,062,500**	**798,004**	**(1,093,175)**	**221,107**	**11,744,638**	**12,733,074**

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF CHANGES IN EQUITY - GROUP

For the Period ended 30 September	Stated capital	Restricted regulatory reserve	Other reserve			Retained earnings	Total	Non-controlling interest	Total equity
			Fair value reserve	Revaluation reserves	Translation reserve				
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
Balance as at 01 January 2025	**1,062,500**	**798,004**	**(937,778)**	**173,516**	**-**	**9,258,312**	**10,354,554**	**-**	**10,354,554**
Profit for the period	-	-	-	-	-	2,291,192	2,291,192	-	2,291,192
Other comprehensive income for the period									
Equity investments at FVOCI - net change in fair value	-	-	591,088	-	-	-	591,088	-	591,088
Equity investments at FVOCI - net change in fair value - Life fund	-	-	463,005	-	-	-	463,005	-	463,005
Debt investments at FVOCI - net change in fair value	-	-	(229,077)	-	-	-	(229,077)	-	(229,077)
Re-measurement Gain on defined benefit liabilities	-	-	-	-	-	-	-	-	-
Equity investments at FVOCI – reclassified to retained earnings	-	-	(638,931)	-	-	257,321	(381,610)	-	(381,610)
Debt investments at FVOCI - net change in fair value - Life fund	-	-	(46,042)	-	-	-	(46,042)	-	(46,042)
Debt investments at FVOCI - reclassified to income statement	-	-	-	-	-	-	-	-	-
Total other comprehensive income, net of tax	**-**	**-**	**140,043**	**-**	**-**	**257,321**	**397,364**	**-**	**397,364**
Total comprehensive income for the period	**-**	**-**	**140,043**	**-**	**-**	**2,548,513**	**2,688,556**	**-**	**2,688,556**
Transaction with owners of the Company									
Contribution and distribution									
Interim dividend - 2025	-	-	-	-	-	(1,423,828)	(1,423,828)	-	(1,423,828)
Total transaction with owners of the Company	**-**	**-**	**-**	**-**	**-**	**(1,423,828)**	**(1,423,828)**	**-**	**(1,423,828)**
Balance as at 30 September 2025	**1,062,500**	**798,004**	**(797,735)**	**173,516**	**-**	**10,382,997**	**11,619,282**	**-**	**11,619,282**
Profit for the period	-	717,792	-	-	-	1,671,315	2,389,107	-	2,389,107
Other comprehensive income for the period									
Equity investments at FVOCI - net change in fair value	-	-	3,389	-	-	-	3,389	-	3,389
Equity investments at FVOCI - net change in fair value - Life fund	-	-	(100,137)	-	-	-	(100,137)	-	(100,137)
Equity investments at FVOCI – reclassified to retained earnings/Life	-	-	42,926	-	-	(42,929)	(3)	-	(3)
Debt investments at FVOCI - net change in fair value	-	-	(368,429)	-	-	-	(368,429)	-	(368,429)
Re-measurement Gain on defined benefit liabilities	-	-	-	-	-	(101,911)	(101,911)	-	(101,911)
Gain on revaluation of land and building	-	-	-	47,591	-	-	47,591	-	47,591
Debt investments at FVOCI - net change in fair value - Life fund	-	-	(58,955)	-	-	-	(58,955)	-	(58,955)
Debt investments at FVOCI - reclassified to income statement	-	-	237,685	-	-	-	237,685	-	237,685
Total other comprehensive income, net of tax	**-**	**-**	**(243,521)**	**47,591**	**-**	**(144,840)**	**(340,770)**	**-**	**(340,770)**
Total comprehensive income for the period	**-**	**717,792**	**(243,521)**	**47,591**	**-**	**1,526,475**	**2,048,337**	**-**	**2,048,337**
Transaction with owners of the Company									
Contribution and distribution									
Interim dividend - 2025	-	-	-	-	-	-	-	-	-
Balance as at 31 December 2025	**1,062,500**	**1,515,796**	**(1,041,256)**	**221,107**	**-**	**11,909,472**	**13,667,619**	**-**	**13,667,619**
Profit for the period	-	-	-	-	-	1,537,768	1,537,768	-	1,537,768
Other comprehensive income for the period									
Equity investments at FVOCI - net change in fair value	-	-	-	-	-	-	-	-	-
Equity investments at FVOCI - net change in fair value - Life fund	-	-	(59,794)	-	-	-	(59,794)	-	(59,794)
Debt investments at FVOCI - net change in fair value	-	-	(22,091)	-	-	-	(22,091)	-	(22,091)
Debt investments at FVOCI - net change in fair value - Life fund	-	-	(785,575)	-	-	-	(785,575)	-	(785,575)
Debt investments at FVOCI - reclassified to income statement	-	-	(2,433)	-	-	-	(2,433)	-	(2,433)
Foreign operations – foreign currency translation differences	-	-	-	-	**(5,039)**	-	(5,039)	-	(5,039)
Other comprehensive income attributable to non-controlling interest	-	-	-	-	**(2,522)**	-	(2,522)	2,522	-
Total other comprehensive income, net of tax	**-**	**-**	**(869,893)**	**-**	**(7,561)**	**-**	**(877,454)**	**2,522**	**(874,932)**
Total comprehensive income for the period	**-**	**-**	**(869,893)**	**-**	**(7,561)**	**1,537,768**	**660,314**	**2,522**	**662,836**
Transaction with owners of the Company									
Contribution and distribution									
Interim dividend - 2026	-	-	-	-	-	(1,676,953)	(1,676,953)	-	(1,676,953)
Total contribution and distribution	**-**	**-**	**-**	**-**	**-**	**(1,676,953)**	**(1,676,953)**	**-**	**(1,676,953)**
Changes in ownership interests									
Acquisition of subsidiary with non-controlling interest	-	-	-	-	-	-	-	(213,958)	(213,958)
Total changes in ownership interests	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(213,958)**	**(213,958)**
Total transaction with owners of the Company	**-**	**-**	**-**	**-**	**-**	**(1,676,953)**	**(1,676,953)**	**(213,958)**	**(1,890,911)**
Balance as at 30 September 2026	**1,062,500**	**1,515,796**	**(1,911,149)**	**221,107**	**(7,561)**	**11,770,287**	**12,650,980**	**(211,436)**	**12,439,544**

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF CASH FLOWS

For the Period ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Cash flows from operating activities				
Profit before taxation	2,131,599	3,279,719	1,998,379	3,279,719
Adjustments for :				
Depreciation of property, plant and equipment	135,786	101,593	124,914	96,901
Amortisation of intangible assets	8,444	2,067	1,419	1,299
Depreciation of right of use asset	409,283	298,297	409,283	279,407
Derecognition of ROU asset/ liabilities	(3,727)	-	285	-
Interest expenses on lease liabilities and loans and borrowings	393,926	382,071	393,926	382,071
Provision for employee benefit liabilities	60,126	45,272	62,770	43,035
Gain on sale of property, plant and equipment	-	(26,000)	-	(26,000)
Net realised gains	(422,229)	(968,586)	(261,205)	(968,586)
Net fair value (gains) / losses	2,126	(218,464)	(67,508)	(218,464)
Net unrealised (gains) / losses on foreign currency transactions	(335,160)	(40,824)	(335,160)	(40,824)
Net amortisation of financial investments	(1,091,869)	(311,329)	(1,005,510)	(317,701)
Provision for impairment (reversal) / losses on financial investments	(4,839)	(1,702)	(4,839)	(1,702)
	1,283,466	**2,542,114**	**1,316,754**	**2,509,155**
Change in operating assets				
Decrease / (increase) in loans to life policyholders	(99,074)	(54,693)	(99,075)	(54,693)
Increase in reinsurance receivables	(75,608)	141,089	(66,641)	(1,530)
Decrease / (increase) in premium receivables	(54,548)	1,274,920	(52,460)	1,239,471
Increase in receivables and other assets	(586,728)	(365,988)	(445,704)	(309,904)
	(815,958)	**995,328**	**(663,880)**	**873,344**
Change in operating liabilities				
Increase / (decrease) in insurance contract liabilities	9,481,764	4,599,729	8,418,810	4,411,161
Increase in reinsurance payables	342,979	27,338	332,826	78,072
Increase / (decrease) in other liabilities	(554,272)	(296,966)	(286,240)	(540,922)
	9,270,471	**4,330,101**	**8,465,396**	**3,948,311**
Net cash generated from operations	**9,737,979**	**7,867,543**	**9,118,270**	**7,330,810**
Tax Paid	(1,379,240)	(1,252,241)	(1,379,240)	(1,252,241)
Interest Paid	(253,042)	(178,924)	(253,042)	(178,924)
Gratuity paid	(31,815)	(19,294)	(31,815)	(4,831)
Net cash generated from operating activities	**8,073,882**	**6,417,084**	**7,454,173**	**5,894,814**
Cash flows from investing activities				
Acquisition of investment securities	(50,853,302)	(43,040,870)	(47,128,179)	(42,271,357)
Proceeds from sale of investment securities	45,100,868	40,954,639	42,142,688	40,230,430
Acquisition of subsidiary	(653,073)	(1,180,242)	(641,525)	(1,426,349)
Acquisition of property, plant and equipment	(215,560)	(98,112)	(215,560)	(89,849)
Proceeds from the sale of property, plant and equipment	-	26,000	-	26,000
Acquisition of intangible assets	-	(6,271)	-	(3,925)
Net cash generated from investing activities	**(6,621,067)**	**(3,344,856)**	**(5,842,576)**	**(3,535,050)**
Cash flows from financing activities				
Proceeds from long term borrowing	4,719,929	-	4,719,929	-
Principal Payment of lease liabilities	(518,996)	(493,937)	(518,996)	(328,082)
Dividend paid	(1,676,953)	(1,423,828)	(1,676,953)	(1,423,828)
Net cash generated from financing activities	**2,523,980**	**(1,917,765)**	**2,523,980**	**(1,751,910)**
Net increase / (Decrease) in cash and cash equivalents	**3,976,795**	**1,154,463**	**4,135,577**	**607,854**
Effect of exchange rate changes on cash and cash equivalents	45	-	-	-
Net cash and cash equivalents as at 1 January	2,712,550	1,501,337	2,330,517	1,501,337
Net cash and cash equivalents as at 30 September	**6,689,390**	**2,655,800**	**6,466,094**	**2,109,191**
Analysis of cash and cash equivalents				
Cash in hand and at bank	7,310,313	3,024,922	7,087,017	2,478,313
Bank overdraft	(620,923)	(369,122)	(620,923)	(369,122)
Total cash and cash equivalents as at 30 September	**6,689,390**	**2,655,800**	**6,466,094**	**2,109,191**

SOFTLOGIC LIFE INSURANCE PLC
STATEMENT OF FINANCIAL POSITION - LIFE INSURANCE FUND OF THE COMPANY

As at	Note	Group		Company	
		30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited	30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited
Assets					
Property, plant and equipment		321,304	333,000	321,304	333,000
Right of use assets		1,404,645	1,428,321	1,404,645	1,269,713
Financial investments		52,754,714	46,059,598	43,170,687	36,932,104
Loans to life policyholders		511,903	412,829	511,903	412,829
Reinsurance receivables		600,541	524,933	549,118	482,477
Premium receivables		2,046,372	1,991,824	1,971,448	1,918,988
Receivables and other assets		2,390,178	1,900,612	2,351,304	1,840,606
Cash and cash equivalents		3,000,487	3,071,469	2,783,911	2,689,436
Total assets		**63,030,144**	**55,722,586**	**53,064,320**	**45,879,153**
Equity and liabilities					
Equity					
Other reserves		(505,643)	153,717	(190,702)	(40,958)
Retained earnings		(180,811)	-	(180,811)	-
Total equity		**(686,454)**	**153,717**	**(371,513)**	**(40,958)**
Liabilities					
Insurance contract liabilities	**12**	56,082,149	46,611,447	46,459,106	38,040,296
Employee benefit liabilities		611,286	582,974	611,286	580,331
Reinsurance payables		1,075,128	721,114	1,012,287	668,426
Other liabilities		5,327,112	7,266,046	4,732,231	6,243,770
Bank overdraft		620,923	387,288	620,923	387,288
Total liabilities		**63,716,598**	**55,568,869**	**53,435,833**	**45,920,111**
Total equity and liabilities		**63,030,144**	**55,722,586**	**53,064,320**	**45,879,153**

1 REPORTING ENTITY

Softlogic Life Insurance PLC ("the Company") is a public limited liability company incorporated and domiciled in Sri Lanka. The Company is regulated under the Regulation of Insurance Industry Act No. 43 of 2000 and amendments thereto, and is a licensed life insurer under the regulation of the Insurance Regulatory Commission of Sri Lanka (IRCSL). The Company was re-registered under the Companies Act No. 7 of 2007. The registered office is situated at Level 16, One Galle Face Tower, Colombo - 02. The ordinary shares of the Company have a primary listing on the Colombo Stock Exchange (CSE). THe Group includes Softlogic Life InsuranceLanka Limited and DiamondLife Insurance CompanyLimited, as disclosed in Note 4.

2 APPROVAL OF FINANCIAL STATEMENTS BY THE BOARD OF DIRECTORS

The interim condensed Financial Statements of the Group and the Company for the period ended 30 September 2026 were authorised for issue by the Board of Directors on 9 November 2026.

3 BASIS OF PREPARATION

The interim condensed Financial Statements for the period ended 30 September 2026 have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting, together with the application of the Statement of Alternative Treatment (SoAT) issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) in relation to the initial adoption of SLFRS 17 Insurance Contracts and SLFRS 9 Financial Instruments for insurance entities as stated in Note 3.1. These interim condensed Financial Statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2025.

The same accounting policies and methods of computation as stated in the Annual Financial Statements for 2025 have been followed in preparing these interim condensed Financial Statements, except for the impact of the acquisition of Diamond Life Insurance Company Limited by Softlogic Life Insurance PLC, as disclosed in Note 4.2. Further, the provisions of the Companies Act No. 7 of 2007, the Regulation of Insurance Industry Act No. 43 of 2000, and the requirements of the CSE have been considered.

The interim period's disclosures are in accordance with the provisions of SLFRS 3 - Business Combinations, SLFRS 12 - Disclosure of Interests in Other Entities and LKAS 21 - The Effects of Changes in Foreign Exchange Rates. In preparing these condensed interim financial statements, management has made judgements and estimates that affect the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

New SLFRSs and Interpretations issued but not yet effective have not been early adopted during the period except SLFRS 9 as stated in Note 3.1.

3.1 Application of SoAT on the Figures in the Interim Financial Statements

The interim condensed Financial Statements for the period ended 30 September 2026 have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting, together with the application of the Statement of Alternative Treatment (SoAT) issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) in relation to the initial adoption of SLFRS 17 Insurance Contracts and SLFRS 9 Financial Instruments for insurance entities, as stated in Note 3.1. The SoAT has been applied along with the CA Sri Lanka letter dated 29 October 2026 on "Extension of Interim Period Relief to the Third Quarter of 2026 for Insurers Applying SLFRS 17 and SLFRS 9". These interim condensed Financial Statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2025.

The Company continues to progress towards full implementation of SLFRS 17. The remaining implementation activities include parallel runs, validation of system outputs and assumptions, and the preparation and review of transition financial statements to support a controlled and effective transition to the new reporting framework.

The Company has early adopted SLFRS 9 Financial Instruments. Accordingly, any model enhancements and changes in assumptions are being assessed in an integrated manner, taking into consideration their interaction with the implementation of SLFRS 17. This coordinated approach is intended to support consistency between the measurement of insurance contracts and financial instruments and to establish a robust and technically sound financial reporting framework upon transition.

3.1 Application of SoAT on the Figures in the Interim Financial Statements (Cont.)

The implementation of SLFRS 17 at Softlogic Life Insurance PLC represents a fundamental shift from a largely premium-based accounting model under SLFRS 4 to a fulfilment cash flow (FCF) driven measurement framework. The Company has transitioned to a model that explicitly measures insurance contract liabilities as the sum of discounted probability-weighted future cash flows, a risk adjustment for non-financial risk, and the contractual service margin (CSM). For long-term life insurance portfolios, the General Measurement Model (GMM) has been predominantly applied, while simplified approaches such as the Premium Allocation Approach (PAA) and Variable Fee Approach (VFA) are used where eligibility criteria are met. This has required significant recalibration of actuarial methodologies, including assumptions relating to mortality, persistency, expenses, and discount rates, with increased emphasis on current estimates and explicit risk quantification.

A key technical focus area has been the operationalisation of the CSM, which defers unearned profits and releases them systematically over the coverage period based on service patterns. This introduces improved volatility management compared to legacy accounting, particularly through the separation of insurance service results from insurance finance income or expenses. The Company has also determined appropriate discount rate methodologies (top-down or bottom-up approaches) and defined portfolios and groups of contracts at a more granular level, in line with SLFRS 17 grouping requirements. These changes have necessitated the deployment of an integrated actuarial valuation engine and sub-ledger architecture capable of handling high-volume, policy-level data and producing multi-dimensional disclosures.

From a systems and data perspective, Softlogic Life has undertaken extensive data model redesign and integration across actuarial, finance, and IT systems to ensure consistency and auditability. The introduction of an SLFRS 17 sub-ledger enables automated postings, reconciliation with the general ledger, and the generation of required disclosures such as roll-forwards of insurance liabilities and CSM movements. Parallel run milestones are critical for validating measurement outputs against SLFRS 4 and identifying transition impacts, including the treatment of loss components for onerous contracts and the selection of transition approaches (full retrospective, modified retrospective, or fair value). Overall, the implementation enhances the granularity and economic relevance of financial reporting, while also introducing greater complexity in modelling, controls, and governance.

In accordance with the SoAT, stakeholders are encouraged to refer to the qualitative disclosures in the Company's Annual Report 2025, available in the Investor Relations section (pages 451 to 461), for the detailed expected/possible impact assessment and an in-depth analysis of the financial, actuarial and operational implications of the implementation. As the quantitative impact is still being evaluated, detailed quantitative disclosures will be provided in the year-end financial statements.

4 EFFECT OF CHANGES IN COMPOSITION OF THE GROUP

4.1 Business Combination – Acquisition of Softlogic Life Insurance Lanka Limited

On 11 July 2025, Softlogic Life Insurance PLC acquired 100% of the issued and paid-up share capital of Softlogic Life InsuranceLanka Limited (formerlyAllianz Life Insurance LankaLimited) ("the Subsidiary"), from Allianz SE for a cash consideration of Rs. 1,426 million, following regulatory approval granted by the Insurance Regulatory Commission of Sri Lanka (IRCSL) by letter dated 2 July 2025. Following the acquisition, the Subsidiary became a wholly owned subsidiary of Softlogic Life Insurance PLC and continues to operate as a separately licensed entity under the regulatory framework of the IRCSL.

The acquisition was accounted for using the acquisition method in accordance with SLFRS 3 – Business Combinations, with control obtained on 11 July 2025. Management assessed the financial results and cash flows of the Subsidiary for the period prior to the acquisition and concluded that these were not material to the Group.

Based on the purchase price allocation, the fair value of the identifiable assets acquired and liabilities assumed amounted to Rs. 11,190 million and Rs. 10,171 million, respectively. Accordingly, goodwill of Rs. 407 million was recognised in the financial statements, representing the excess of the consideration transferred over the fair value of the identifiable net assets acquired.

4.2 Business Combination – Diamond Life Insurance Company Limited

On 1 July 2026, Softlogic Life Insurance PLC acquired 60% of the issued and paid-up share capital of Diamond Life Insurance Company Limited ("Diamond Life"), a life insurance company incorporated in Bangladesh, for a cash consideration of Rs. 641.5 million, following receipt of the requisite regulatory approvals. Diamond Life became a subsidiary of the Company from that date, with the remaining 40% equity interest held by non-controlling interests. It continues to operate as a separately licensed entity under the regulatory framework of the Insurance Development and Regulatory Authority of Bangladesh.

The acquisition was accounted for using the acquisition method in accordance with SLFRS 3 – Business Combinations, with control obtained on 1 July 2026.

5 FAIR VALUE MEASUREMENT AND RELATED FAIR VALUE DISCLOSURES

During the period, there were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy. The fair value changes on financial instruments in Level 3 category were properly recorded in the statement of other comprehensive income. As at the reporting date, fair value would not significantly change if one or more of the inputs of financial assets classified at level 3 were changed.

6 GROSS WRITTEN PREMIUM

For the Period ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
First year premium	7,154,993	6,162,765	6,908,711	5,858,418
Renewal premium	18,391,746	14,516,923	16,839,572	14,077,211
Group life premium	8,791,880	5,791,720	8,789,635	5,738,589
Single premium	3,875,970	2,635,118	3,875,832	2,564,202
Total Gross Written Premium	**38,214,589**	**29,106,526**	**36,413,750**	**28,238,420**

7 TOTAL NET REVENUE

For the Period ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Net written premium	35,664,777	26,993,115	33,917,878	26,144,450
Other revenue	5,475,631	5,350,207	4,602,522	5,091,338
Total Net Revenue	**41,140,408**	**32,343,322**	**38,520,400**	**31,235,788**

8 FINANCE COST

For the Period ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Interest expenses on lease liabilities, loans and borrowings	394,405	382,071	394,405	382,071
Net exchange losses / (gains)	(333,727)	(40,824)	(333,727)	(40,824)
Other finance cost	118,036	101,526	118,036	101,526
Total Finance Cost / (Gains)	**178,714**	**442,773**	**178,714**	**442,773**

9 PROFIT BEFORE TAXATION

For the Period ended 30 September	Group		Company	
	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Profit before taxation	2,131,599	3,279,719	1,998,379	3,279,719
Total	**2,131,599**	**3,279,719**	**1,998,379**	**3,279,719**

Refer Note 12.3 for the details on the surplus transfer from the Non participating fund to the Shareholder fund during the period.

10 INCOME TAX EXPENSE

The gains and profits from the Life Insurance Business are ascertained in terms of Section 67 of the Inland Revenue Act No. 24 of 2017. Accordingly, gains and profits on which tax is payable is the aggregate of:

Taxable Income Source	Applicable Tax Rate for the Group
Surplus distributed to shareholders from the Life Insurance policyholders fund as certified by the actuary	30%
Investment income of the shareholder fund less any expenses incurred in the production of such income	30%
Surplus distributed to a life insurance policyholder who shares the profits of a person engaged in the business of life insurance	30%

Dividends paid out of profit recorded in the shareholder fund are subject to income tax at 15%.

11 FINANCIAL INVESTMENTS

As at	Note	Group		Company	
		30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited	30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited
Treasury bonds		41,676,932	29,688,140	32,419,518	21,252,866
Treasury bills		-	391,214	-	-
Fixed deposits		4,901,656	1,872,087	4,417,000	1,753,811
Commercial papers		967,582	1,633,996	967,582	1,633,996
Securitised papers		278,847	45,861	209,664	-
Quoted debentures		5,521,422	4,778,220	5,521,422	4,778,220
Unquoted debentures		-	301,555	-	301,555
Repo		2,881,912	9,918,185	2,599,244	9,664,744
Equity Securities		1,071,001	1,162,645	476,765	536,559
International sovereign bonds		3,464,523	3,334,066	3,464,523	3,334,066
Unlisted perpetual debenture		751,074	719,932	751,074	719,932
Unit trust		2,601,648	3,116,173	2,581,377	3,096,551
		64,116,597	**56,962,074**	**53,408,169**	**47,072,300**

12 INSURANCE CONTRACT LIABILITIES

As at	Note	Group		Company	
		30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited	30.09.2026 Rs. ' 000 Unaudited	31.12.2025 Rs. ' 000 Audited
Insurance contract liabilities		54,720,694	44,457,865	44,432,453	35,955,425
Surplus created due to change in valuation method from NPV to GPV	12.1	1,056,535	1,056,535	1,056,535	1,056,535
Claim payables		1,184,784	1,097,047	970,118	1,028,336
		56,962,013	**46,611,447**	**46,459,106**	**38,040,296**

12.1 Transfer of One-off Surplus from Policyholder Fund to Shareholder Fund

The Insurance Regulatory Commission of Sri Lanka (IRCSL) has issued a Direction No 16 on 20th March 2018 on "Guidelines/ Directions for Identification and Treatment of One-off Surplus" and has instructed all Life Insurance Companies to comply with the new Direction. Based on the new guidelines, Life Insurance Companies are directed to transfer One-off surplus attributable to Policyholder Non-Participating Fund to shareholder fund as at the reporting year ended 31st December 2017. The transfer has been presented as a separate line item in the Income Statement as "Change in contract liability due to transfer of One-off surplus" and as a separate reserve in the Statement of Financial Position as "Restricted Regulatory Reserve" under Equity in accordance with above Direction. As required by the said Direction, the Company received the approval for this transfer on 29th March 2018.

Further distribution of One-off Surplus to shareholders, held as part of the Restricted Regulatory Reserve, is subject to meeting governance requirements stipulated by the IRCSL and can only be released as dividends upon receiving approval from the IRCSL. The One-off Surplus in the shareholder fund will remain invested in government debt securities and deposits as disclosed in Note 11.2 as per the Directions of the IRCSL.

One-off surplus in respect of participating business is held within the participating fund as part of the unallocated valuation surplus and may only be transferred to the shareholder fund by means of bonuses to policyholders in line with Section 38 of the Regulation of Insurance Industry Act No. 43 of 2000.

Movement of One-off Surplus After Transfer	Company		
	Participating Fund	Non-Participating Fund	Total
	Rs. ' 000	Rs. ' 000	Rs. ' 000
Value of insurance contract liability based on independent actuary-NPV as at 31st December 2015	3,866,780	2,472,575	6,339,355
Value of insurance contract liability based on independent actuary - GPV as at 31st December 2015	2,810,245	1,674,571	4,484,816
Surplus Created due to Change in Valuation method from NPV to GPV- One off Surplus as at 1st January 2016	1,056,535	798,004	1,854,539
Transfer of one-off surplus from long term fund to restricted regulatory reserve.	-	(798,004)	(798,004)
Surplus created due to Change in Valuation Method - One-off Surplus as at 30th September 2026	**1,056,535**	**-**	**1,056,535**

The distribution of One-off surplus to Shareholders as dividends shall remain restricted until the Company develops appropriate policies and procedures for effective management of its business.

12.2 Composition of Investments Supporting the Restricted Regulatory Reserve as at 30 September 2026

Asset Category	ISIN No	Group As at 30 September 2026		Company As at 30 September 2026	
		Face Value Rs.	Market Value Rs. ' 000	Face Value Rs.	Market Value Rs. ' 000
Government securities					
Treasury bonds	LKJ01236C152	240,920,679	192,916	240,920,679	192,916
	LKJ01337I155	240,920,679	189,242	240,920,679	189,242
	LKJ01438I151	240,920,679	187,152	240,920,679	187,152
	LKJ01539I156	240,920,679	185,309	240,920,679	185,309
	LKJ01640I152	240,920,679	183,683	240,920,679	183,683
	LKB01032G014	25,000,000	32,692	-	-
	LKB02032J017	9,000,000	8,404	-	-
	LKB02033K013	172,000,000	155,651	-	-
	LKB02033K013	35,000,000	31,673	-	-
	LKB01534I155	125,000,000	115,531	-	-
	LKB02033K013	150,000,000	135,742	-	-
	LKB01534I155	150,000,000	138,637	-	-
	LKB01035F159	50,000,000	47,930	-	-
	LKB01237G019	50,000,000	46,943	-	-
Repo	LKB00529L150	18,912,000	17,555	-	-
Total Market Value of the Assets		**-**	**1,669,060**	**-**	**938,302**
Restricted Regulatory Reserve		**-**	**1,515,796**	**-**	**798,004**

12.3 Valuation of Life Insurance Fund

Softlogic Life Insurance PLC:
The valuation of life insurance fund as at 30 June 2026 was made by Appointed Actuary Mr. Kunj Behari Maheshwari, FIA, FIAI, of Messrs. Willis Towers Watson India Private Limited. The approved surplus transfer from Non-Participating Life Insurance fund / insurance contract liabilities to the Shareholders fund for the six months ended 30 June 2026 amounted to Rs. 1,280 million (2025: Rs. 1,333 million). However, no transfer has been made from the life insurance fund to the Income Statement during the quarter ended 30 September 2026.

Softlogic Life Insurance Lanka Limited:
The valuation of the life insurance fund of the subsidiary was carried out by the Appointed Actuary, Mr. Sanyam Jain, FIA, FIAI, of Messrs. Willis Towers Watson India Private Limited. Based on the actuarial valuation, the subsidiary transferred Rs. 75 million from the Non-Participating Life Insurance during the quarter ended 31 March 2026. No surplus transfer was made during the quarters ended 30 June 2026 and 30 September 2026.

12.4 Liability Adequacy Test (LAT) - Life Insurance Contract Liabilities

Liability Adequacy Test (LAT) in respect of the Insurance Contract Liabilities as required by SLFRS 4 - Insurance Contracts are carried out annually by the Company / Group.

13 CAPITAL COMMITMENTS AND CONTINGENCIES

13.1 Capital commitments

The capital commitments approved and contracted as at the reporting date amounted to Rs. 79.74 million for the Group and Rs. 36.89 million for the Company.

13.2 Contingencies

The Contingent liabilities of the company as at 30 September 2026, relates to the following:

Value Added Tax (VAT)
1)VAT assessments have been issued by the Department of Inland Revenue for the taxable period 2010 and were determined by the Tax Appeal Commission (TAC) in 2019. Out of total 11 assessments, 08 assessments were determined in favour of Commissioner General of Inland Revenue (CGIR) amounting to Rs. 46.5 million including the penalty and 03 assessments were determined in favour of the Company amounting to Rs. 24.8 million including the penalty.

The Company transmitted the former case to the Court of Appeal being dissatisfied with the determination which determined in favour of the CGIR and case is stated for the opinion of the Honourable Court of Appeal.

The CGIR, transmitted the latter case to the Court of Appeal being dissatisfied with the determination which determined in favour of the Company and the case is stated for the opinion of the Honourable Court of Appeal.

13.2 Contingencies (Cont.)

Value Added Tax on Financial Services (VAT on FS)

2) The CGIR issued its determination on the appeal filed by the Company relating to the assessment raised for Y/A 2014/15, 2016/17 and 2017/18 under the Value Added Tax Act amounting to Rs. 68.7 million, Rs. 28 million and Rs. 102.4 million respectively, in favour of the CGIR.

For the Y/A 2014/15 and 2017/18, the Company has received the determinations of the TAC also in favour of the Company. However, the CGIR has transmitted the said cases to the Court of Appeal being dissatisfied with the determinations which determined in favour of the Company and the cases are stated for the opinion of the Honourable Court of Appeal.

The Company is in the process of hearing the other appeal on the Y/A 2016/17 with TAC, on the basis that the underlying computation includes items which are out of scope of the VAT Act.

3) Assessment has been issued for the Company under the Value Added Tax Act, in relation to the Y/A 2019/20, 2021/22, 2022/23 and 2023/24 amounting to Rs. 1,740.6 million including the penalty. For the Y/A 2019/20, the Company has appealed to TAC upon the receipt of the CGIR determination. For the other cases, the company has appealed on the same basis as stated above and is awaiting for the CGIR determination.

Nation Building Tax on Financial Services (NBT on FS)

4) An assessment has been issued under the Nation Building Tax Act, in relation to the Y/A 2018/19 amounting to Rs. 9.7 million. The Company has filed an appeal to the CGIR on the basis that the underlying computation includes items which are out of scope of the NBT Act. The Company is awaiting the CGIR's determination.

Life Insurance Taxation

5) The TAC issued its determination on the appeal filed by the Company relating to the assessment raised for the Y/A 2010/11 amounting to Rs. 1.02 million, in favour of the Company and the CGIR has transmitted this case to the Court of Appeal being dissatisfied with the said determination of TAC and case is stated for the opinion of the Honourable Court of Appeal. The Company is awaiting the decision of the Court of appeal.

6) The TAC determined the Company's appeals relating to the assessments for the Y/A 2011/12 and 2012/13, amounting to Rs. 10.1 million and Rs. 12.4 million, respectively, in favour of the CGIR. The Company appealed the TAC's determination to the COA. The COA ruled in favour of the Company on the expense-related matters; however, the CGIR has appealed those decisions to the Supreme Court, where the matters are currently pending. The COA hearings relating to the income matters for both years of assessment are ongoing.

7) The CGIR issued its determination on the appeal filed by the Company relating to the assessments raised for the Y/A 2014/15, 2015/16, 2016/17 and 2017/18 amounting to Rs. 681.69 million along with penalty, in favour of the CGIR. For the Y/A 2014/15 and 2017/18, the Company has received the determinations of the TAC in favour of the Company . However, cases are stated in the Honourable COA by the CGIR.

For Y/A2015/16 and 2016/17, the TAC determined in favour of the CGIR and the Company has applied to state the case at COA.

8) The CGIR issued its determination in favour of the CGIR in respect of the appeal filed by the Company against the tax assessments raised for the Y/A 2018/19, 2019/20, 2020/21 and 2021/22, amounting to Rs. 2,645.93 million, together with penalties. The Company has received the determinations of the TAC in favour of the CGIR in respect of the Y/A 2018/19, 2019/20 and 2020/21. Being dissatisfied with the said determinations of the TAC, the Company has filed an application before the Honourable CoA.

9) The Company has received an Assessment on PAYE Tax for the Y/A 2016/17 amounting to Rs. 0.9 million along with penalty for which the Company has duly submitted an appeal.

The Directors are of the view that the Company has followed due process and complied with the prevailing tax laws in its tax submissions. Accordingly, the likelihood of the Company being required to settle any of these tax assessments is considered to be remote. In addition, in the opinion of the Directors, there are no litigations or claims involving the Company that may have a material effect on the financial statements. Other than those disclosed above, the Company does not have any contingencies that require disclosure in the financial statements.

14 EVENTS AFTER THE REPORTING PERIOD

No circumstances have arisen since the reporting date which would require adjustments or disclosure in the Interim Financial Statements of the Group

15 COMPARATIVE INFORMATION

The presentation and classification in the financial statements of the Company are amended where appropriate to ensure comparability with the current period.

16 SHARE INFORMATION

16.1 Net Assets Per Share

	Group		Company	
As at	30.09.2026	31.12.2025	30.09.2026	31.12.2025
Net assets per share	39.98	43.20	40.24	41.92
Net assets per Share - excluding one-off surplus	35.19	38.41	37.72	39.39

16.2 Market Price Per Share of the Company

	Company	
For the quarter ended 30 September	2026 Rs	2025 Rs
Closing price (as at 30 September 2026)	76.50	75.60
Last traded price (Last trade date - 30 September 2026)	76.00	75.90
Highest traded price per share for the quarter	95.00	86.40
Lowest traded price per share for the quarter	73.90	68.10

17 STATED CAPITAL

	Company	
As at	30.09.2026	31.12.2025
Stated capital (Rs.' 000)	1,062,500	1,062,500
No: of ordinary shares	316,406,250	316,406,250

18 FOREIGN CURRENCY TRANSLATION RESERVE

The Group's presentation currency is the Sri Lanka Rupee (LKR). The assets and liabilities of Diamond Life Insurance Company Limited are translated at the closing exchange rate, while income and expenses are translated at the average exchange rate for the period. The resulting exchange differences are recognised in other comprehensive income and accumulated in the foreign currency translation reserve in accordance with LKAS 21.

	Group	
For the Period ended 30 September	2026 Rs. ' 000 Unaudited	2025 Rs. ' 000 Audited
Balance at the beginning of the period	-	-
Foreign operations - foreign currency translation differences	(5,039)	-
Attributable to non-controlling interests	(2,522)	-
Balance as at 30 September 2026	**(7,561)**	**-**
Analysis of exchange differences for the period		
On net assets of the foreign operation	6,304	-
On goodwill arising on acquisition	(11,343)	-
Recognised in other comprehensive income	**(5,039)**	**-**
Exchange rates applied (LKR per 1 BDT)		
Closing rate	2.69	-
Average rate for the period	2.71	-

19 BASIC AND DILUTED EARNINGS PER SHARE (EPS)

	Group		Company	
For the Period ended 30 September	2026	2025	2026	2025
Profit attributable to ordinary shareholders (Rs. 000)	1,537,768	2,291,192	1,466,931	2,291,192
Weighted average no: of shares	316,406,250	316,406,250	316,406,250	316,406,250
Basic / Diluted EPS (Rs.)	4.86	7.24	4.64	7.24

20 TWENTY LARGEST SHAREHOLDERS

	Name of Shareholder	Company As at 30.09.2026 No. of Shares	%
1	Softlogic Capital PLC	158,714,972	50.16
2	Milford Ceylon (Pvt) Ltd	59,531,790	18.81
3	Asiri Hospital Holdings PLC	10,870,000	3.44
4	Hatton National Bank PLC / Phantom Investments (Private) Limited	10,524,513	3.33
5	Seylan Bank PLC / ARRC Capital (Pvt) Ltd	5,100,333	1.61
6	Deutsche Bank AG Trustee to Lynear Wealth Dynamic Opportunities Fund	3,300,000	1.04
7	Mr. M.H. Jamaldeen	2,100,000	0.66
8	People's Leasing & Finance PLC / Mrs. H.A.J. Wickramasena	1,774,000	0.56
9	Rosewood (Pvt) Limited	1,500,000	0.47
10	Bansei Securities Capital (Pvt) Ltd / I.S.P. Perera	1,309,230	0.41
11	Hatton National Bank PLC / Mr. G.S.N. Peris	1,111,228	0.35
12	Mr. W.A.J.S. Kumara	1,050,000	0.33
13	Commercial Bank of Ceylon PLC / W. Jinadasa	1,039,276	0.33
14	Bank of Ceylon - First Capital Equity Fund	1,003,428	0.32
15	Miss M.M. Page	1,000,000	0.32
16	Mr. L.R.Y. Waidyaratne	1,000,000	0.32
17	Mr. G.C. Goonetilleke	893,629	0.28
18	Seylan Bank PLC / Anuja Chamila Jayasinghe	886,555	0.28
19	Commercial Bank of Ceylon PLC A/C No. 04	874,726	0.28
20	Paints & General Industries Limited	822,972	0.26
		264,406,652	83.57
	Others	51,999,598	16.43
	Total	**316,406,250**	**100.00**

21 PUBLIC SHAREHOLDING

The percentage of shares held by the public, the number of public shareholders and the float adjusted market capitalisation are as given below:

As at	Company 30.09.2026 Rs	31.12.2025 Rs
Public shareholding (%) - Compliant under Option 1 of CSE listing Rule 7.13.1.b	27.50	12.16
Public shareholders	6,583	5,639
Float adjusted market capitalisation (Rs.' 000)	6,612,891	2,986,015

Public Holding percentage - Ordinary Non-Voting Shares as at 30 September 2026 - Nil

22 DIRECTORS' SHARE HOLDINGS

As at 30 September Name of The Director	2026 No. of Shares	%
Mr. A.K. Pathirage (Chairman)	Nil	Nil
Mr. T.M.I. Ahamed (Managing Director / CEO)	Nil	Nil
Mr. H.K. Kaimal - Director	Nil	Nil
Mr. V. Govindasamy - Director	100,000	0.03
Mr. R. Snyders - Director	Nil	Nil
Mr. P.L.P. Withana - Director	Nil	Nil
Mr. S.W. Mohottala - Director	Nil	Nil

22.1 Ms. Fernanda Lima resigned as a Non-Executive Director of the Company with effect from 12th June 2026. She held no shares in the Company at the date of her resignation.

23 RELATED PARTY DISCLOSURES

The nature of the related parties in the current period and terms and conditions of transactions with related parties are similar to those reported in the audited Financial Statements for the year ended 31 December 2025.

23.1 Key Management Personnel (KMP) compensation

According to Sri Lanka Accounting Standard - LKAS 24 Related Party Disclosure, Key Management Personnel (KMP) are those having authority and responsibility for planning, directing and controlling the activities of the entity. Accordingly, the Directors (including Executive and Non-Executive Directors) and their immediate family members have been classified as Key Management Personnel of the Company.

Immediate family member is defined as spouse or dependent. A dependent is defined as anyone who depends on the respective KMP for his/her financial needs.

23.2 Transactions of the Company with the ultimate parent, parent

For the Period ended 30 September	Group		Company	
	2026 Rs.' 000	2025 Rs.' 000	2026 Rs.' 000	2025 Rs.' 000
Transactions with the Ultimate Parent and Parent				
Recorded in the Income Statement:				
Net premium	4,589	7,378	4,589	7,378
Interest income	27,139	36,149	27,139	36,149
Expenses	1,000	1,010	1,000	1,010
Receiving of services	91,057	84,299	91,057	84,299
Recorded in the Statement of Changes in Equity and Statement of Financial Position:				
Dividend paid	841,974	726,152	841,974	726,152
Insurance premium receivable	48	95	48	95
Investments	255,960	180,823	255,960	180,823
Transactions with Other Related Entities				
Recorded in the Income Statement:				
Net premium	108,710	112,889	109,790	112,889
Expenses	440,436	354,964	440,436	354,964
Recorded in the Statement of Changes in Equity and Statement of Financial Position:				
Dividend paid	57,611	-	57,611	-
Purchase of property plant and equipment	2,123	-	2,123	-
Insurance premium receivable	14,067	14,596	14,067	14,596
Investments	476,765	636,697	476,765	636,697
Other receivables	54,898	116,085	58,178	116,085
Other payables	18,136	-	18,136	-