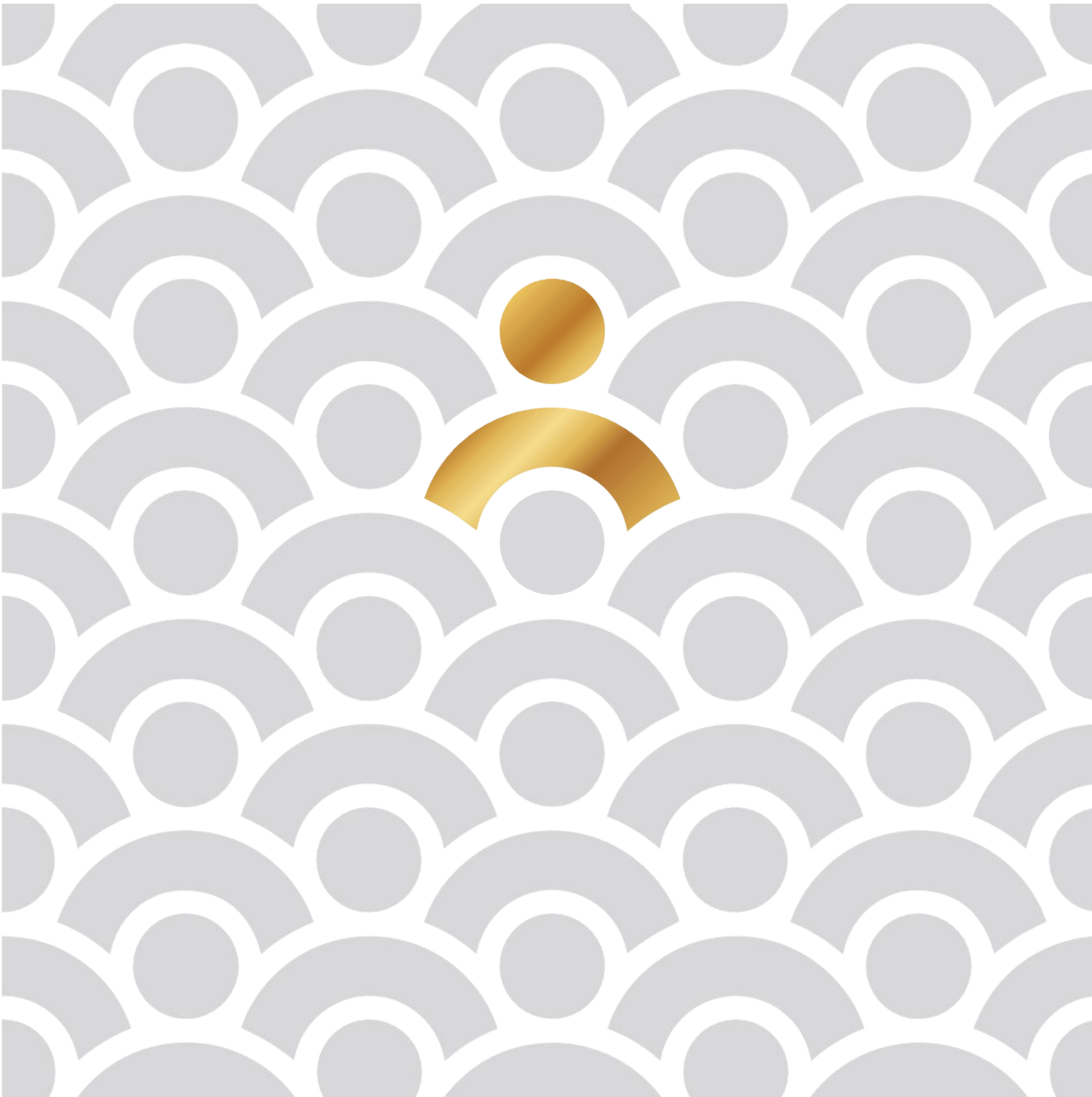
ASIA ASSET FINANCE PLC
A Finance Company with a Golden Heritage
Muthoot Group Company

FITCH RATING OF A+ (OUTLOOK STABLE)

Great Place To Work® Certified SEP 2024-SEP 2025 LKA



INTERIM FINANCIAL STATEMENTS
ASIA ASSET FINANCE PLC

For the Six Months ended 30th September 2025

Financial Review for the 2nd Quarter Ended 30 September 2025

Asia Asset Finance PLC (AAF) continued to demonstrate a strong and stable financial performance during the 2nd Quarter ended 30 September 2025. The Company's strategic focus on quality lending, prudent risk management, and operational efficiency has enabled AAF to strengthen its financial foundation and maintain sustainable growth momentum.

Key financial highlights for the quarter under review:

• The Total Asset base expanded to Rs. 42.79 Billion, marking a 32.72% increase compared to the previous year.
• Net Asset Value per share improved to Rs. 33.62, up from Rs. 29.52 year-over-year (YOY).
• The Loan Portfolio recorded significant growth, rising by Rs. 13.13 Billion to reach Rs. 36.69 Billion – a 55.71% YOY increase.
• Operational Profit Before Taxes grew to Rs. 983.06 Million, reflecting an impressive YOY growth of 150.42%.
• Profit After Taxes improved to Rs. 400.04 Million, indicating a 32.87% YOY increase.
• Earnings Per Share (EPS) increased to Rs. 3.22 as of 30 September 2025, compared to Rs. 2.42 a year earlier.
• Income Tax increased notably to Rs. 275.79 Million (an increase of 580.97%), while VAT on Financial Services rose to Rs. 307.23 Million (an increase of 502.42%).
• Provision Coverage Ratio remained healthy at 50.25%, improving from 37.11% in September 2024.
• Return on Equity (ROE) was maintained at a strong level of 20.12%, demonstrating efficient utilization of shareholder funds.
• The Capital Adequacy Ratio (CAR) remained well above regulatory requirements at 25.83%.
• Net Interest Margin (NIM) continued to be maintained at a solid 11.01%.

Business Expansion & Strategic Direction:
AAF continued to execute its branch expansion strategy, enhancing accessibility and outreach to customers across the country.

• Total branch network currently stands at 107.

• The Company continues to retain its Fitch Rating of A+ with a Stable Outlook, reaffirming investor confidence and financial strength.

Asia Asset Finance PLC remains committed to sustainable growth and strengthening its governance framework, ensuring long-term value creation for its stakeholders while maintaining resilience in a dynamic market environment.

CONTENTS

ASIA ASSET FINANCE PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 30th September 2025	Company					
	For the quarter ended			For the six month ended		
	30.09.2025 LKR Unaudited*	30.09.2024 LKR Unaudited*	Change %	30.09.2025 LKR Unaudited*	30.09.2024 LKR Unaudited*	Change %
Interest Income	2,081,270,970	1,436,694,429	44.87%	3,915,604,220	2,709,342,036	44.52%
Interest Expenses	(1,003,223,114)	(803,594,471)	24.84%	(1,944,008,577)	(1,640,234,461)	18.52%
Net Interest Income	1,078,047,855	633,099,958	70.28%	1,971,595,643	1,069,107,575	84.42%
Other Operating Income	248,952,725	205,044,582	21.41%	488,816,908	441,656,506	10.68%
Less: Operating Expenses						
Personnel Costs	(233,521,637)	(153,759,999)	51.87%	(438,462,654)	(282,036,016)	55.46%
Provision for Staff Retirement Benefits	(3,000,000)	(3,000,000)	0.00%	(6,000,000)	(6,000,000)	0.00%
General and Administration Expenses	(400,236,369)	(288,957,165)	38.51%	(764,883,616)	(558,900,587)	36.86%
Impairment Charge for Lease Rentals Receivable, Hire Purchase and Loans and Advances	(123,000,000)	(151,120,213)	-18.61%	(268,006,299)	(271,263,767)	-1.20%
Operating Profit before Value Added Tax on Financial Services	**567,242,575**	**241,307,163**	**135.07%**	**983,059,981**	**392,563,711**	**150.42%**
Value Added Tax on Financial Services	(186,232,296)	(32,000,000)	481.98%	(307,232,296)	(51,000,000)	502.42%
Profit Before Taxation	**381,010,279**	**209,307,163**	**82.03%**	**675,827,685**	**341,563,711**	**97.86%**
Income Tax (Expenses) / Reversal	(162,154,439)	(24,000,000)	575.64%	(275,791,456)	(40,500,000)	580.97%
Profit for the Period	**218,855,840**	**185,307,163**	**18.10%**	**400,036,229**	**301,063,711**	**32.87%**
Deferred tax charge on revaluation gain		-		-	-	
Remeasurment of Unquoted shares		-		1,036,682	-	100.00%
Deferred tax effect on components of other comprehensive income		-		-	-	
Remeasurement gain on defined benefit plan		-		-	-	
Deferred tax effect on components of other comprehensive income		-		-	-	
Other Comprehensive Income for the Period Net of Tax	-	-		1,036,682	-	100.00%
Total Comprehensive Income for the Period	**218,855,840**	**185,307,163**	**18.10%**	**401,072,911**	**301,063,711**	**33.22%**
Basic Earnings Per Share (Rs.)	**1.76**	**1.49**	**18.10%**	**3.22**	**2.42**	**32.87%**
Diluted Earnings Per Share (Rs.)	**1.23**	**1.12**	**10.16%**	**2.25**	**1.82**	**24.01%**

* The above figures are provisional and subject to audit.
* Figures in brackets indicate deductions.

As at	30.09.2025 LKR Unaudited*	31.03.2025 LKR Audited*	Change %
ASSETS			
Cash and Cash Equivalents	1,271,701,264	3,150,043,244	-59.63%
Other financial assets at amortized cost	2,928,511,072	2,846,501,028	2.88%
Financial assets at amortized cost - Loans and advances	36,693,473,288	29,157,077,081	25.85%
Other Non Financial Assets	166,058,625	178,393,443	-6.91%
Deferred tax assets (net)	25,260,582	-	100.00%
Advances, Deposits and Prepayments	64,449,842	199,349,206	-67.67%
Financial assets - Fair value through other comprehensive income	1,336,682	300,000	345.56%
Property, Plant and Equipment	792,893,210	710,455,188	11.60%
Right-of-use assets	389,556,233	390,830,477	-0.33%
Investment Property	408,780,946	425,274,403	-3.88%
Intangible Assets	43,424,034	48,132,285	-9.78%
Total Assets	**42,785,445,779**	**37,106,356,355**	**15.30%**
LIABILITIES			
Financial liabilities - Due to banks	11,577,809	50,418,316	-77.04%
Other Liabilities	958,185,339	789,783,291	21.32%
Dividend Payable	476,823	29,455,778	-98.38%
Current Tax Liabilities	268,111,933	17,102,881	1467.64%
Deferred Tax Liability	-	5,508,866	100.00%
Financial liabilities - Other borrowed funds	12,996,689,191	9,291,880,608	39.87%
Lease liability	417,386,711	411,187,318	1.51%
Due to Customers	21,135,998,350	20,004,208,400	5.66%
Debenture	2,768,451,758	2,677,894,883	3.38%
Retirement Benefit Liability	52,533,014	50,096,525	4.86%
Total Liabilities	**38,609,410,930**	**33,327,536,866**	**15.85%**
SHAREHOLDERS' FUNDS			
Stated Capital	2,205,463,801	2,205,463,801	0.00%
Retained Earnings	1,587,385,032	1,186,312,120	33.81%
Statutory Reserve Fund and Other Reserves	383,186,016	387,043,568	-1.00%
Total Equity	**4,176,034,849**	**3,778,819,489**	**10.51%**
Total Equity and Liabilities	**42,785,445,779**	**37,106,356,355**	**15.30%**
Net Assets Value Per Share (Rs.)	**33.62**	**30.43**	

The information contained in these statement have been extracted from the unaudited financial statements unless indicated as "Audited"

I certify that the above Interim Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007 and give a true and fair view of the state of affairs of Asia Asset Finance PLC as at 30th September 2025 and its profit for the period ended 30th September

………Sgd……………….

Kokila Perera
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Interim Financial Statements.
Approved and Signed for and on behalf of the Board of Directors by:

………Sgd……………….
R.J.A. Gunawardena
Director/CEO

………Sgd……………….
T.C.D Kumarasiri
Director/Chairman of the Audit Committee

28th October 2025
Colombo

STATEMENT OF CHANGES IN EQUITY

	Stated Capital							
	Ordinary Share Capital Rs.	**Preference Share Capital Rs.**	**Revalation Reserve Fund Rs.**	**General Reserve Rs.**	**Statutory Reserve Fund Rs.**	**Reguler Loss Allowance Reserve Rs.**	**Accumulated Profit/(Loss) Rs.**	**Total Rs.**
Balance as at 31st March , 2024 (Audited*)	**1,791,478,691**	**413,985,110**	**30,457,762**	**3,000,000**	**207,969,075**	**124,468,915**	**794,058,041**	**3,365,417,595**
Balance as at 1st April, 2024	**1,791,478,691**	**413,985,110**	**30,457,762**	**3,000,000**	**207,969,075**	**124,468,915**	**794,058,041**	**3,365,417,595**
Dividend for Preference shares								-
Profit for the period Ended 30th September 2024							**301,063,711**	**301,063,711**
Actuarial gain on retirement benefit liability								-
Deferred tax reversal/(charge) on revaluation (gain) and acturial loss								-
Remeasurment of Unquoted shares								-
Transfers to reserves								-
Balance as at 30th September 2024 (Unaudited*)	**1,791,478,691**	**413,985,110**	**30,457,762**	**3,000,000**	**207,969,075**	**124,468,915**	**1,095,121,752**	**3,666,481,306**
Balance as at 31st March, 2025 (Audited*)	**1,791,478,691**	**413,985,110**	**31,762,504**	**3,000,000**	**296,197,809**	**56,083,254**	**1,186,312,121**	**3,778,819,489**
Remeasurment of Unquoted shares							1,036,682	**1,036,682**
Deferred tax charge on revaluation gain							-	-
Reversal of Depreciation			(3,857,551)					**(3,857,551)**
Remeasurement gain on defined benefit plan							-	-
Profit for the period Ended 30th September 2025							400,036,229	**400,036,229**
Balance as at 30th September 2025 (Unaudited*)	**1,791,478,691**	**413,985,110**	**27,904,954**	**3,000,000**	**296,197,809**	**56,083,254**	**1,587,385,032**	**4,176,034,849**

28th October 2025

* Figures in brackets indicate deductions.

ASIA ASSET FINANCE PLC
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30th SEPTEMBER 2025

For the Six month ended	30.09.2025 Rs.	30.09.2024 Rs.
Cash flows from operating activities		
Profit before income tax	675,827,685	341,563,711
Adjustments for		
Depreciation and amortisation of property, plant and equipment, investment property	62,095,656	46,189,358
Amortization of right-of-use asset	47,109,455	35,310,215
Interest expenses on lease liability	31,782,551	21,739,492
Impairment of lease, hire purchase, loans and advances	268,006,299	271,263,767
Gain on expiration of operating lease agreement during the year	(31,980)	6,429,754
Gain on adjustment on operating lease agreement during the year	-	-
Non-cash items included in profit before tax (WHT and Notional tax)		
Loss on disposal of property, plant and equipment	293,744	456,608
Provision for retirement benefit liability	6,000,000	6,000,000
Interest expense on other borrowings	584,420,098	449,608,315
Interest expense on debentures	171,992,470	68,852,963
Operating profit before working capital changes	1,847,495,978	1,247,414,183
Changes in,		
Financial assets at amortised cost - loans and advances	(7,804,402,507)	(5,527,859,475)
Other non financial assets	147,234,183	(80,340,729)
Advances, deposits and prepayments	17,265,998	(132,432,296)
Due to customers	1,131,789,949	3,755,766,330
Other liabilities	168,402,048	141,988,175
Cash generated from / (used in) operations	(4,492,214,351)	(595,463,812)
Taxes paid	(52,499,998)	(26,250,000)
Gratuity paid	(3,563,510)	(2,610,880)
Interest paid	(305,633,845)	(76,749,333)
Returned dividend		
Dividednd paid	(28,978,954)	-
Net cash generated from / (used in) operations	(4,882,890,658)	(701,074,025)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(141,732,233)	(112,437,938)
Acquisition of intangible assets	(900,000)	(1,983,582)
Acquisition/ additions to investment property	-	(770,126)
Net investments in other financial assets at amortized cost	(82,010,043)	
Settlement for intangible asset	-	
Proceeds from sale of property, plant and equipment	84,745	175,000
Net cash used in investing activities	(224,557,531)	(115,016,646)
Cash flows from financing activities		
Repayment of other borrowed funds	(5,323,977,668)	(3,341,029,929)
Proceeds from other borrowed funds	8,750,000,000	5,525,000,000
Proceeds from debenture issue		
Repayment of debenture	(81,435,594)	(557,870,279)
Repayment of operating lease rental	(76,640,021)	
Net cash generated from/ (used in) financing activities	3,267,946,718	1,626,099,792
Net increase in cash and cash equivalents	(1,839,501,472)	810,009,121
Cash and cash equivalents at the beginning of the year	3,099,624,928	5,595,527,320
Cash and cash equivalents at the end of the year	1,260,123,456	6,405,536,441
At the end of the year		
Cash and cash equivalents	1,271,701,264	6,462,310,953
Bank overdraft	(11,577,809)	(56,774,512)
	1,260,123,456	6,405,536,441

Figures in brackets indicate deductions.

Colombo
28th October 2025

FINANCIAL REPORTING BY SEGMENT

As per the provisions of Sri Lanka Financial Reporting Standard, SLFRS- 8, the operating segments of the company have been identified based on the product and services offered by the Company of which level of risk and rewards is significantly different from one another. Top management of the company considers the operating results and conditions of its business segments in their decision making process and performance evaluation. Types of products and services from which each operating segment derives its revenues are described as follows.

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the company's other components. All operating segments' operating results are reviewed regularly by the Senior Management to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Senior Management Personnel and the Board of Directors include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Types of products and services from which each operating segment derives its revenues described as follows;
Lease & Hire-purchase - This segment includes Leasing and Hire Purchase products offered to the customers.
Loans - This segment includes Loan products offered to the customers
Gold Loans - This segment includes Gold Loan products offered to the customers
Investments - This segment includes treasury investments
Other business - This segment includes all other business activities that engaged other than above segments.

	Finance lease		Hire purchase		Gold Loan		Loans and advances		Investment		Other		Total	
	30.09.2025	30.09.2024	30.09.2025	30.09.2024	30.09.2025	30.09.2024	30.09.2025	30.09.2024	30.09.2025	30.09.2024	30.09.2025	30.09.2024	30.09.2025	30.09.2024
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Interest income	92,247,630	24,547,789		-	2,538,666,594	1,750,817,961	1,073,237,156	665,233,172	211,452,840	297,379,831	-		3,915,604,220	2,737,978,753
Other income	18,828,942	5,777,265			387,488,551	279,827,003	82,499,415	156,515,217		-	-	-	488,816,908	442,119,485
Total revenue	111,076,572	30,325,054	-	-	2,926,155,145	2,030,644,964	1,155,736,571	821,748,389	211,452,840	297,379,831	-	-	4,404,421,128	3,180,098,238
Segmental result	24,792,119	3,743,443		-	653,113,301	250,670,722	257,958,615	101,439,821	47,195,947	36,709,724	-	-	983,059,981	392,563,711
Value added tax on financial services													(307,232,296)	(51,000,000)
Profits from operations													675,827,685	341,563,711
Income tax charge for the year													(275,791,456)	(40,500,000)
Net profit for the year													400,036,229	301,063,711
Segment assets	2,169,133,385	842,592,034	-		25,847,072,901	17,423,302,293	8,677,267,002	6,141,375,420	4,200,212,336	6,462,310,952	-	-	40,893,685,624	30,869,580,698
Unallocated assets	-	-	-		-	-	-	-	-	-	1,891,760,154	1,367,432,131	1,891,760,154	1,367,432,131
Total assets	2,169,133,385	842,592,034	-		25,847,072,901	17,423,302,293	8,677,267,002	6,141,375,420	4,200,212,336	6,462,310,952	1,891,760,154	1,367,432,131	42,785,445,778	32,237,012,829
													-	
Segment liabilities	1,957,969,936	752,023,297	-		23,330,880,441	15,550,502,155	7,832,541,802	5,481,249,771	3,791,324,929	5,767,688,507	-	-	36,912,717,109	27,551,463,729
Unallocated liabilities			-		-	-	-	-	-	-	1,696,693,821	1,019,067,794	1,696,693,821	1,019,067,794
Total liabilities	1,957,969,936	752,023,297	-		23,330,880,441	15,550,502,155	7,832,541,802	5,481,249,771	3,791,324,929	5,767,688,507	1,696,693,821	1,019,067,794	38,609,410,930	28,570,531,523

In determining segment results, expenses have been allocated on proportionate basis on interest income and the segment liabilities have been proportionately allocated based on segment assets.

01. The Interim Financial Statements are in compliance with the Sri Lanka Accounting Standard - LKAS 34: Interim Financial Reporting and the provisions of the Companies Act No. 7 of 2007 and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

02. The company has adopted consistent accounting policies and methods of computation as disclosed in the Annual Report for the year ended 31st March 2025.

03. The Interim financial statements of Asia Asset Finance PLC for the period ended 30th September , 2025 (including comparatives) were approved and authorized for issue on 28th October 2025 in accordance with a resolution of the board of directors on 28th,October 2025.

04. The presentation and classification of the financial statements for previous periods have been amended where relevant for better presentation and to be comparable with those of the current period.

05. Impact Due To Current Economic Condition

The Company has taken the following measures to ensure it continues its operations as a going concern.

- Focus on asset backed lending
- Strict credit evaluation to minimize credit risk
- Restructure/reshedulment of stressed loans due to current adverse market conditions
- Additional financing to minimize liquidity risk
- Managing operational cost

Based on proactive analyses and our operating model, financial strength of the company and the backing of the group, the management is confident that the company has no impact to its business continuity and expects to manage the economic challenges effectively

06. Ordinary Share capital is represented by number of shares in issue as follows.

	30.09.2025	**30.09.2024**
Issued and Fully Paid Ordinary Shares (Quoted)	124,195,533	124,195,533

07. Market Value of Shares(Ordinary Shares)

	2025/2026 (2nd Quarter)	**2024/2025 (2nd Quarter)**
	Rs.	**Rs.**
Highest Traded Price (25/09/2025)	65.00	13.60
Lowest Traded Price (08/07/2025)	38.00	11.00
Last Traded Price (30/09/2025)	64.00	13.50
Close Price(30/09/2025)	63.80	13.10

08

Preference Share capital is represented by number of shares in issue as follows.

Asia Asset Finance PLC issued 41,398,511 preference shares [non-cumulative, irredeemable and convertible] at a price of LKR 10/- per share. (Carrying a Preferential Non-Cumulative Dividend of Cents Seventy (Rs. 0.70) Per Convertible Irredeemable Preference Share, per financial year.)

	Number	Rs.
Preference shares	41,398,511	413,985,110
Balance at the beginning of the period	41,398,511	413,985,110
Share issued during the period		
Balance at the end of the period	41,398,511	413,985,110

8.1 Market Value of Shares(Prefernce Shares)

For the Year ended 30th September 2025	**2025/2026 (2nd Quarter)**	**2024/2025 (2nd Quarter)**
	Rs.	**Rs.**
Highest Traded Price (24/09/2025)	66.40	20.10
Lowest Traded Price (01/07/2025)	36.60	12.40
Last Traded Price (30/09/2025)	64.60	14.50
Close Price(30/09/2025)	64.60	17.90
Adjusted weighted average number of ordinary shares in issue	177,544,130	177,544,130

09. There has been no significant change to the contingent liabilities disclosed in the previous Audited Financial statements.

10 **Key performance Indicators**

For the Six month ended	30.09.2025	30.09.2024
Debt Holders		
Debt/Equity Ratio (Times)	8.84	7.51
Interest Cover (Times)	2.01	1.81
Capital Adequacy		
Tier 1 Capital Adequacy Ratio (Minimum 8.5%)	25.83%	23.73%
Total Capital Adequacy Ratio (Minimum 12.5%)	25.65%	23.34%
Profitability		
Net Interest Margin - Annualized	11.01%	9.16%
Return on Assets -Annualized (After Tax)	2.00%	2.07%
Return on Equity -Annualized (After Tax)	20.12%	16.38%
Asset Quality		
Gross Non-Performing Accommodations Ratio	9.39%	16.13%
Net Non-Performing Accommodations Ratio	4.44%	10.34%
Provision Coverage Ratio	50.25%	37.11%
Liquidity		
Available Liquid Assets to Required Liquid Assets	146.14%	226.79%
Advances to deposit (%)	183.02%	143.04%

SHARE HOLDER INFORMATION

11 Major 25 share holders as at 30th September 2025 (ORDINARY SHARES)

NAME	No of Shares	(%)
1 MUTHOOT FINANCE LIMITED	90,558,778	72.92
2 J.B. COCOSHELL (PVT) LTD	6,938,097	5.59
3 ASSETLINE FINANCE LIMITED/C.DISSANAYAKE	2,327,300	1.87
4 COMMERCIAL BANK OF CEYLON PLC/H.S. DISSANAYAKE	1,357,660	1.09
5 MR. G. ANURAGAVAN	821,750	0.66
6 COMMERCIAL BANK OF CEYLON PLC/S.VASUDEVAN	789,104	0.64
7 PEOPLE'S LEASING & FINANCE PLC /MRS. C.M.DISSANAYAKE	788,854	0.64
8 PEOPLE'S LEASING & FINANCE PLC/MR.D.M.P.DISANAYAKE	743,633	0.60
9 MR. S. GURUSINGHE	530,235	0.43
10 HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	500,000	0.40
11 MR. L.T.R.S.L. JAYAWARDHANA	500,000	0.40
12 LANKA TRACTORS LTD	472,200	0.38
13 MR. L.S. WICKRAMASINGHE	450,000	0.36
14 MR. A.M. WEERASINGHE	440,000	0.35
15 MR. C.W. GUNASEKARA	440,000	0.35
16 MR. V.K.S.S. JAYASURIYA	432,990	0.35
17 MR. A. SITHAMPALAM	325,433	0.26
18 PEOPLE'S LEASING & FINANCE PLC/MR. K.A.D.R.M.K. KARIYAPPERUMA	301,163	0.24
19 MERCHANT BANK OF SRI LANKA & FINANCE PLC/U S RATHNAYAKE	300,010	0.24
20 MR. S. WEERARATNE & MR. P.N.WEERARATNE	259,000	0.21
21 NATION LANKA CAPITAL LTD/ INDRA WANSHA PATHMAKUMARAGE KALPA SANJAYA KUMAR	250,858	0.20
22 PEOPLE'S LEASING & FINANCE PLC/THAPROBAN PAVILION(PVT)LTD	243,010	0.20
23 MR. S.D. WIDANAGAMA	238,491	0.19
24 SAMPATH BANK PLC/MR. ABISHEK SITHAMPALAM	229,389	0.19
25 MR. T.J. EMMANUEL	226,390	0.18
	110,464,345	88.94
Others	13,731,188	11.06
Total	**124,195,533**	**100.00**

	No of Shareholders	% of Shareholding
12 Ordinary Shares held by public as at 30th September 2025	2,641	26.99%

The Float adjusted market capitalization of the Company falls under Option 5 of Rule 7.13.1 (i) (a) the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

The float adjusted market capitalization as at 30th September 2025 Rs.2,138,955,163

ASIA ASSET FINANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

13 Major 25 share holders as at 30th September 2025 (PREFERENCE SHARES)

NAME	No of Shares	(%)
1 MUTHOOT FINANCE LIMITED	39,687,516	95.87
2 J.B. COCOSHELL (PVT) LTD	1,377,262	3.33
3 MR. A. SITHAMPALAM	75,181	0.18
4 COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED	50,000	0.12
5 BANSEI SECURITIES CAPITAL (PVT) LTD/N.A.WAKISHTA	26,000	0.06
6 SENKADAGALA FINANCE PLC/G.B.R.P.GUNAWARDANA	22,342	0.05
7 MISS. K.H.S.T. KUMARASINGHE	15,068	0.04
8 MR. N.A. WAKISHTA	14,200	0.03
9 MR. S.M.C.N. SAMARAKOON	12,613	0.03
10 DFCC BANK PLC/MR.K.S.D.SENAWEERA	10,500	0.03
11 MRS. S. UMESHWARY	10,125	0.02
12 MR. S.S. KUMARA	9,455	0.02
13 MR. G.R. SELLAHEWA	9,210	0.02
14 MR. M.H.V.U. GUNATILAKA	8,340	0.02
15 MISS M.A.B.C. MANCHANAYAKE	7,389	0.02
16 MR. A.M.K.G.K. BANDARA	6,876	0.02
17 ASSETLINE FINANCE LIMITED/C.DISSANAYAKE	5,000	0.01
18 MR. L.L. MIGARA	4,279	0.01
19 SENKADAGALA FINANCE PLC/S.D.S.S.KARUNARATHNA	3,402	0.01
20 ASSETLINE FINANCE LIMITED/A.E.DASSANAYAKE	2,500	0.01
21 MR. U.I. SURIYABANDARA	2,490	0.01
22 MR. G. ARCHCHUNA	2,449	0.01
23 MR. S. VASUTHEVAN	1,990	0.01
24 HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	1,961	0.01
25 MR. G.D. JINADASA	1,910	0.01
	41,368,058	99.93
Othres	30,453	0.07
Total	**41,398,511**	**100.0**

	No of Shareholders	% of Shareholding
14 Prefernce Shares held by public as at 30th September 2025	178	4.130%

The float adjusted market capitalization as at 30th September 2025 - Rs 110,530,277

Directors'And CEO'S Shareholding As At 30th September 2025

15 Directors'And CEO'S Shareholding -Ordinary Shares

Name	No. of Shares 30.09.2025	%
Mr. V A Prasanth	Nil	Nil
Mr. R J A Gunawardena	Nil	Nil
Mr. S S R De Silva Gunasekera	6,000	0.0050
Mr. G M Alexander	Nil	Nil
Mr. K R Bijimon	Nil	Nil
Mr. K G K Pillai (Resigned w.e.f 12th August 2025)	Nil	Nil
Mr. R A B Basnayake (Resigned w.e.f 12th August 2025)	Nil	Nil
Mr. J P D R Jayasekera	Nil	Nil
Mr.T.C.D.Kumarasiri	Nil	Nil
Mr.M.Thiruneelakandan	15,371	0.012

16 Directors'And Ceo'S Shareholding -Prefernce Shares

Name	No. of Shares 30.09.2025	%
Mr. V A Prasanth	Nil	Nil
Mr. R J A.Gunawardena	Nil	Nil
Mr. S S R D De Silva Gunasekera	Nil	Nil
Mr. G M.Alexander	Nil	Nil
Mr. K R Bijimon	Nil	Nil
Mr. K G K Pillai (Resigned w.e.f 12th August 2025)	Nil	Nil
Mr. R A B Basnayake (Resigned w.e.f 12th August 2025)	Nil	Nil
Mr. J P D R Jayasekara	Nil	Nil
Mr.T.C.D.Kumarasiri	Nil	Nil
Mr.M.Thiruneelakandan	Nil	Nil

17 INFORMATION ON DEBENTURES

Debenture Categories	CSE Listing	Interest Payable Frequency	Face Value as at 30/09/2025	Oustanding as at 30/09/2025	Market Values			Interest Rates		Interest rate of comparable Government Security %	Interest yield			Yield to Maturity		
					Highest LKR	Lowest LKR	Period end LKR	Coupon Rate	Effective Annual Yield		Highest	Lowest	Last traded	Highest	Lowest	Last traded
Debenture - Type C	Listed	Annually	1,550,000	1,668,421	Not traded during the quarter			9.26%	9.26%	8.02%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type D	Listed	Annually	563,700,000	567,416,952	Not traded during the quarter			14.18%	14.18%	8.02%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type A	Listed	Annually	130,980,000	143,389,822	Not traded during the quarter			12.20%	12.20%	8.02%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type B	Listed	Semi Annual Interest	6,600,000	6,822,831	Not traded during the quarter			11.85%	12.20%	8.02%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type C	Listed	Annually	1,846,990,000	2,033,200,781	Not traded during the quarter			13.00%	13.00%	8.02%	Not traded during the quarter			Not traded during the quarter		
Debenture - Type D	Listed	Semi Annual Interest	15,430,000	15,952,951	Not traded during the quarter			12.60%	13.00%	8.02%	Not traded during the quarter			Not traded during the quarter		
Total Debentures			2,565,250,000	2,768,451,757												

18 UTILIZATION OF DEBENTURE PROCEEDS

Objective as per Prospectus	Amount allocated as per prospectus in LKR	Proposed date of utilization as per prospectus	Amount allocated in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of utilized against allocation (B/A)	Clarification if not fully utilized including where are the funds invested (e.g Whether lent to related party/s etc.)
Supporting the expansion of the loan portfolio of the company	Initial issue of LKR 1 Bn and a maximum issue of LKR 2 Bn	Within 06 - 12 months from the date of allotment	2,000,000,000	100%	Amount fully utilized for gold loan business	100%	

19 ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

As at 30th September 2025	Financial instruments at amortized cost (AC) (Rs.)	Fair Value through Other Comprehensive Income (FVTOCI) (Rs.)	Total
Financial Assets			
Cash and cash equivalents	1,271,701,264		1,271,701,264
Other financial assets at amortized cost	2,928,511,072		2,928,511,072
Financial assets measured at amortized cost			-
-Loans and advances	36,693,473,288		36,693,473,288
Financial assets - Fair value through other comprehensive		1,336,682	1,336,682
Total Financial Assets	**40,893,685,624**	**1,336,682**	**40,895,022,306**
Financial Liabilities			
Due to banks	11,577,809		11,577,809
Financial liabilities at amortized cost			
-Due to Customers	21,135,998,350		21,135,998,350
-Saving Control	-		-
-Other borrowed funds	12,996,689,191		12,996,689,191
-Due to debt securities holders (Debenture)	2,768,451,758		2,768,451,758
Other Payable	476,823		476,823
Total Financial Liabilities	**36,913,193,931**	**-**	**36,913,193,931**

As at 31st March 2025	Financial instruments at amortized cost (AC) (Rs.)	Fair Value through Other Comprehensive Income (FVTOCI) (Rs.)	Total
Financial Assets			
Cash and cash equivalents	3,150,043,244		3,150,043,244
Other financial assets at amortized cost	2,846,501,028		2,846,501,028
Financial assets measured at amortized cost			-
-Loans and advances	29,157,077,081		29,157,077,081
Financial assets - Fair value through other comprehensive		300,000	300,000
Total Financial Assets	**35,153,621,354**	**300,000**	**35,153,921,354**
Financial Liabilities			
Due to banks	50,418,316		50,418,316
Financial liabilities at amortized cost			
-Due to Customers	20,004,208,400		20,004,208,400
-Saving Control	-		-
-Other borrowed funds	9,291,880,608		9,291,880,608
-Due to debt securities holders (Debenture)	2,677,894,883		2,677,894,883
Other Payable	29,455,777		29,455,777
Total Financial Liabilities	**32,053,857,984**	**-**	**32,053,857,984**

20 Corporate Information

Name of the Company
Asia Asset Finance PLC

Legal Form
Incorporated as a Private Limited Liability Company under the Companies Ordinance, No 51 of 1938 (Cap 145) on 23 September 1970 and name changed under the Companies Ordinance, No 51 of 1938 (Cap 145) on 03 October 2006 and Re-registered under the companies Act No.07 of 2007 on 23 January 2008 and converted to a public company under the Companies Act No.07 of 2007 on 20 March 2012.

Registration Number (Under the Companies Act No.17 of 1982)
PVS/PBS 3266

New Registration Number (Under the Companies Act No.7 of 2007)
PB139PQ

Registered Office
No 76, Park Street Colombo 02.

Taxpayer Identification Number (TIN)
104032664

Telephone
011-7699000'

E-mail
info@asiaassetfinance.lk

Website
https://asiaassetfinance.com/

Board of Directors of the Company
Mr. V.A Prasanth
Mr.R.J.A Gunawardena
Mr.G. Alexander
Mr.K.R. Bijimon
Mr.J.P.D.R. Jayasekara
Mr.S.S.R.D De Silva Gunasekera
Mr. T.C.D. Kumarasiri
Mr. M. Thiruneelakandan

Company Secretory
Ms Ruwani Angammana
No.76, Park Street,
Colombo 02

Company Registras
Central Depository System (Pvt) Ltd,
Ground Floor,M &M Center, 341/5, Kotte Road,
Rajagiriya.

Lawyers of the Company
Shiranthi Gunawardena Associates
No.22/1, Elliot Place,
Colombo 08.

Company Auditors - External
KPMG, Chartered Accountant
32A, Sri Mohomad Macan Marker,
Colombo 00300

Bankers of the Company :
Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Bank PLC
Hatton National Bank PLC
Pan Asia Banking Corporation PLC
People's Bank
Sampath Bank PLC
National Development Bank PLC
Seylan Bank PLC
Indian Bank
Nation Trust Bank
Cargills Bank
HDFC bank of Sri lanka

Audit Committee

Mr.T.C.D. Kumarasiri
Mr. V.A Prasanth
Mr. J.P.D.R. Jayasekara

Integrated Risk Management Committee

Mr.T.C.D. Kumarasiri
Mr. V.A Prasanth
Mr.K.R. Bijimon
Mr. J.P.D.R. Jayasekara

Remuneration Committee

Mr.J.P.D.R. Jayasekara
Mr. V.A Prasanth
Mr.G. Alexander

Related Party Transactions Review Committee
Mr.J.P.D.R. Jayasekara
Mr.K.R. Bijimon
Mr. V.A Prasanth

IT committee
Mr. V.A Prasanth
Mr.J.P.D.R. Jayasekara
Mr.S.S.R.D De Silva Gunasekera
Mr Inditha Jayathilaka -DGM IT

Credit Committee
Mr. V.A Prasanth
Mr.J.P.D.R. Jayasekara
Mr.K.R. Bijimon

Nomination Committee

Mr.T.C.D. Kumarasiri
Mr. J. P. D. R. Jayasekara
Mr. K.R. Bijimon
Mr. G.Alexander
Mr. V.A Prasanth