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INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
30 SEPTEMBER 2024

Cargills Bank posts Profit before Tax Rs. 384 Million for the first nine months of 2024

Financial Highlights

- Profit after Income Tax for the nine months ended 30 September 2024 - Rs. 159 Mn
- Net gains from financial assets at fair value through profit or loss grow by Rs. 63 Mn
- Net gains from derecognition of financial assets at fair value through other comprehensive income grow by Rs. 336 Mn
- Bank remains well capitalized and liquid;
 - o Total Capital Ratio (CAR) at 22.24%
 - o Liquidity Coverage Ratio (LCR), All Currency at 307.16%
 - o Net Stable Funding Ratio (NSFR) at 134%
- Total Assets grow by Rs. 5 Bn

Cargills Bank's results for the nine months ended 30 September 2024 reflected a QoQ decline in profitability. Profit after tax at Rs. 159 Mn was lower by Rs. 273 Mn compared to the corresponding period of 2023. Net interest income of Rs. 2.499 Bn was a marginal decrease of Rs. 102 Mn in the nine months period compared with the corresponding period of 2023. The marginal reduction in NIM was due to the gradual reduction in market interest rates coupled with market volatility. The Bank continued to focus on repricing of deposits and advances to reflect the market conditions and to manage the NIM in an optimal manner.

Net fee and commission income of Rs. 622 Mn for the nine months ended 30 September 2024 recorded Rs. 32 Mn growth in comparison with the previous year. Concerted efforts to improve trade volumes, card-related fee income and improved remittance income were among the main contributory factors for this growth of 5% recorded.

Additionally, net gains from financial assets at fair value through profit or loss grew by Rs. 63 Mn to reach Rs. 241 Mn in the first nine months of 2024. Capital gains realized on derecognition of financial assets boosted other income streams by Rs. 336 Mn in the period under review to reach Rs. 504 Mn.

Total operating expenses increased by 14% from Rs. 2.140 Bn last year to Rs. 2.431 Bn. Personnel expenses increased by 24% largely due to adjustments to salary and welfare benefits considering increased costs of living and market conditions. Other operating expenses grew by 9% largely due to increased utility-related operating expenses and marketing costs.

Impairment charges totaling Rs. 811 Mn reflected an increase of 34% from Rs. 607 Mn in the nine months of 2023 owing to increased management overlay provisions recognized on selected customers on a proactive basis subsequent to a careful scrutiny of the status of borrowers. The Bank's Stage 3 Loans (net of Stage 3 Impairment) to Total Loans Ratio stood at 9.14% while Stage 3 Provision Cover was 48.24% as at 30 September 2024.

The Bank maintains Capital Adequacy and Liquid Assets Ratios well within the minimum requirements prescribed by the Central Bank. The Total Capital Ratio was at 22.24% while all liquidity related ratios were well above the regulatory minimum.

Total assets of the Bank as at 30 September at Rs. 74.7 Bn, an increase of 7% or Rs. 5 Bn during the nine months of the year. The loan book posted a moderate growth of 6%, from Rs. 40.6 Bn to Rs. 43.1 Bn, given conditions prevailing. Financial Assets measured at fair value through other comprehensive income grew by 29% to reach Rs. 23 Bn. Negative gain of Rs. 396 Mn was reflected in Other Comprehensive Income. Customer Deposits grew by 4% to Rs. 52.7 Bn at the reporting date from Rs. 50.7 Bn at the end of 2023 amidst continued reductions in market interest rates.

Mr. Richard Ebell who served on the Bank's Board as Chairman retired on 02 July 2024 in compliance with the Banking Act on Corporate Governance for licensed commercial banks issued by the Monetary Board of the Central Bank. Mr. Ebell completed nine years in the Bank Board having been appointed in 2015. Mr. Asoka Pieris, who served as Deputy Chairman was appointed as the Chairman of the Bank, with effect from July 3, 2024.

Cargills Bank PLC
Statement of Profit or Loss

	For the Nine months ended			For the Quarter ended		
	30-Sep-24 Rs. '000	30-Sep-23 Rs. '000	Change %	30-Sep-24 Rs. '000	30-Sep-23 Rs. '000	Change %
Interest income	6,554,251	8,441,153	(22)	2,058,064	2,738,298	(25)
Interest expenses	(4,055,188)	(5,840,039)	31	(1,216,758)	(1,844,078)	34
Net interest income	2,499,063	2,601,114	(4)	841,306	894,220	(6)
Fees and commission income	991,859	941,165	5	360,856	298,808	21
Fees and commission expenses	(369,692)	(351,036)	(5)	(123,156)	(116,529)	(6)
Net fees and commission income	622,167	590,129	5	237,700	182,279	30
Net gains/(losses) from trading	(13,693)	352	(3,990)	(13,679)	(1,654)	(727)
Net gains/(losses) from financial assets at fair value through profit or loss	241,465	178,718	35	61,863	82,177	(25)
Net gains/(losses) from derecognition of financial assets	503,688	167,365	201	225,681	138,371	63
Net other operating income	76,269	223,762	(66)	(37,378)	34,951	(207)
Total other income	807,729	570,197	42	236,486	253,845	(7)
Total operating income	3,928,959	3,761,440	4	1,315,492	1,330,344	(1)
Impairment for loans and other losses						
Loans and advances to customers	(746,667)	(583,800)	(28)	(313,499)	(165,829)	(89)
Financial assets and other	(64,535)	(23,337)	(177)	(7,499)	5,118	(247)
Total impairment for loans and other losses	(811,202)	(607,137)	(34)	(320,998)	(160,711)	(100)
Net operating income	3,117,757	3,154,303	(1)	994,495	1,169,633	(15)
Personnel expenses	(976,085)	(787,297)	(24)	(333,120)	(264,336)	(26)
Depreciation and amortization	(251,407)	(244,343)	(3)	(80,642)	(82,120)	2
Other operating expenses	(1,203,825)	(1,108,752)	(9)	(413,405)	(424,110)	3
Total operating expenses	(2,431,317)	(2,140,392)	(14)	(827,167)	(770,566)	(7)
Operating profit/(loss) before taxes on financial services	686,440	1,013,911	(32)	167,328	399,067	(58)
Taxes on financial services	(302,334)	(289,298)	(5)	(89,236)	(117,517)	24
Profit/(Loss) before tax	384,105	724,613	(47)	78,092	281,550	(72)
Tax expenses	(225,344)	(292,826)	23	(56,066)	(103,263)	46
Profit/(Loss) for the period	158,761	431,787	(63)	22,026	178,288	(88)
Basic earnings per share (Rs.)	0.17	0.49	(66)	0.02	0.20	(88)
Diluted earning per share (Rs.)	0.17	0.49	(66)	0.02	0.20	(88)

Cargills Bank PLC
Statement of Profit or Loss and Other Comprehensive Income

	For the Nine months ended			For the Quarter ended		
	30-Sep-24 Rs. '000	30-Sep-23 Rs. '000	Change %	30-Sep-24 Rs. '000	30-Sep-23 Rs. '000	Change %
Profit/(Loss) for the period	158,761	431,787	(63)	22,026	178,288	(88)
Other comprehensive income, net of tax						
<u>Items that are or may be reclassified to profit or loss</u>						
Financial assets at Fair Value through Other Comprehensive Income (FVOCI)						
Fair value gains/(losses) that arose during the period						
Treasury Bills	(31,555)	152,981	(121)	(18,049)	(17,107)	(6)
Treasury Bonds	(31,301)	1,831,274	(102)	(303,496)	1,304,228	(123)
	(62,856)	1,984,255	(103)	(321,545)	1,287,121	(125)
Fair value (gains)/losses reclassified to Income Statement on disposal						
Treasury Bills	(9,123)	(7,279)	(25)	(1,105)	(1,290)	14
Treasury Bonds	(494,565)	(160,086)	(209)	(224,576)	(137,081)	(64)
	(503,688)	(167,365)	(201)	(225,681)	(138,371)	(63)
Net gains/(losses) on re-measuring Financial assets at FVOCI						
Treasury Bills	(40,678)	145,702	(128)	(19,154)	(18,397)	(4)
Treasury Bonds	(525,866)	1,671,188	(131)	(528,072)	1,167,147	(145)
	(566,544)	1,816,890	(131)	(547,226)	1,148,750	(148)
Deferred tax related to the above	169,963	(545,067)	131	164,168	(344,625)	148
	(396,581)	1,271,823	(131)	(383,058)	804,125	(148)
Other comprehensive income/(loss) for the period, net of tax	(396,581)	1,271,823	(131)	(383,058)	804,125	(148)
Total comprehensive income/(loss) for the period, net of tax	(237,820)	1,703,610	(114)	(361,032)	982,413	(137)

Cargills Bank PLC
Statement of Financial Position

As at	30-Sep-24	31-Dec-23 (Audited)	Growth
	Rs. '000	Rs. '000	%
Assets			
Cash and cash equivalents	1,141,306	1,963,321	(42)
Balances with Central Bank of Sri Lanka	558,095	432,805	29
Securities purchased under resale agreements	1,056,733	730,566	45
Derivative financial instruments	758	6	12,533
Financial assets measured at fair value through profit or loss	1,090,460	2,468,401	(56)
Financial assets at amortized costs - Loans and advances to other customers	43,061,944	40,559,438	6
Financial assets at amortized costs - Debt and other financial instruments	2,030,265	2,050,119	(1)
Financial assets measured at fair value through other comprehensive income	22,961,222	17,779,520	29
Property, plant & equipment and right of use assets	809,081	462,706	75
Intangible assets	202,681	283,445	(28)
Deferred tax assets	461,257	284,090	62
Other assets	1,367,658	2,721,878	(50)
Total assets	74,741,460	69,736,295	7
Liabilities and equity			
Due to banks	510,413	717,667	(29)
Derivative financial instruments	14,837	27	54,852
Financial liabilities at amortized cost - Due to depositors	52,744,004	50,728,853	4
Financial liabilities at amortized cost - Due to other borrowers	6,719,185	3,669,925	83
Retirement benefit obligation	115,731	108,605	7
Lease liability	597,591	335,781	78
Other liabilities	2,334,735	2,232,654	5
Total liabilities	63,036,496	57,793,512	9
Equity			
Stated capital	11,894,421	11,894,421	-
Statutory reserves	78,775	78,775	-
Other reserves	749,974	1,146,555	(35)
Retained earnings/(losses)	(1,018,207)	(1,176,968)	13
Total equity attributable to equity holders of the Bank	11,704,964	11,942,783	(2)
			-
Total liabilities and equity	74,741,460	69,736,295	7
Contingent liabilities & commitments	22,294,571	16,697,057	34
Net assets value per share (Rs.)	12.38	12.63	(2)
Memorandum information:			
No. of employees	659	623	
No. of branches	24	24	

Certification:

These Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

Sgd.

D Gajanayaka

Head of Finance

We, the undersigned, being the Managing Director and the Chairman of Cargills Bank PLC, certify jointly 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 unaudited financial statements of the Bank, unless indicated as audited.

Sgd.

K B S Bandara

Managing Director/Chief Executive Officer

Sgd.

H A Pieris

Chairman

12 November 2024

Colombo

Cargills Bank PLC
Statement of Changes in Equity

	Stated capital	Statutory reserve	Fair Value through Other Comprehensive Income Reserve	Retained earnings/(losses)	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01.01.2023-Audited	11,394,421	56,774	(132,751)	(1,598,139)	9,720,305
Total comprehensive income for the period ended 30.09.2023					
Profit for the period	-	-	-	431,787	431,787
Other comprehensive income, net of tax	-	-	1,271,823	-	1,271,823
Total comprehensive income/(loss) for the period	-	-	1,271,823	431,787	1,703,610
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserves	-	-	-	-	-
Total transactions with owners	-	-	-	-	-
Balance as at 30.09.2023	11,394,421	56,774	1,139,072	(1,166,352)	11,423,915
Total comprehensive income for the period from 01.10.2023 to 31.12.2023					
Profit for the period	-	-	-	8,233	8,233
Other comprehensive income/ (loss), net of tax	-	-	7,483	3,152	10,635
Total comprehensive income/(loss) for the period	-	-	7,483	11,385	18,869
Transactions with owners in their capacity as owners					
Issue of shares	500,000	-	-	-	500,000
Transfer to statutory reserves	-	22,001	-	(22,001)	-
Total transactions with owners	500,000	22,001	-	(22,001)	500,000
Balance as at 01.01.2024 - Audited	11,894,421	78,775	1,146,555	(1,176,968)	11,942,783
Total comprehensive income for the period ended 30.09.2024					
Profit for the period	-	-	-	158,761	158,761
Other comprehensive income/(loss), net of tax	-	-	(396,581)	-	(396,581)
Total comprehensive income/(loss) for the period	-	-	(396,581)	158,761	(237,820)
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserves	-	-	-	-	-
Total transactions with owners	-	-	-	-	-
Balance as at 30.09.2024	11,894,421	78,775	749,974	(1,018,207)	11,704,963

Cargills Bank PLC
Statement of Cash Flows

	For the period ended	
	30-Sep-24 Rs. '000	30-Sep-23 Rs. '000
<i>Cash flows from operating activities</i>		
Profit/(Loss) before income tax	384,105	724,614
<i>Adjustments for:</i>		
Non-cash items included in profit/(loss) before tax	1,304,120	1,135,133
Income tax paid	(227,838)	-
Interest paid on lease liability	(55,246)	(31,834)
Gains/(losses) on sale of property, plant & equipment and other assets	(1,371)	-
Dividend income	-	(373)
Benefits paid on defined benefit plans	(11,932)	(16,507)
Change in operating assets	(6,612,428)	(9,682,370)
Change in operating liabilities	1,958,399	8,090,988
Net cash generated from/(used in) operating activities	(3,262,189)	219,650
<i>Cash flows from investing activities</i>		
Net purchase of property, plant and equipment	(170,337)	(88,092)
Proceeds from sale of property, plant and equipment	2,154	-
Net purchase of intangible assets	(7,517)	(57,304)
Dividend received	-	373
Net cash generated from/(used in) investing activities	(175,700)	(145,022)
<i>Cash flows from financing activities</i>		
Payment of lease liability	(78,288)	(10,917)
Change in securities sold under repurchase agreements	2,738,793	834,000
Net cash generated from/(used in) financing activities	2,660,505	823,083
Net increase/(decrease) in cash and cash equivalents	(777,385)	897,710
Cash and cash equivalents at the beginning of the period	2,026,908	1,260,340
Cash and cash equivalents at the end of the period	1,249,523	2,158,050
Less: Provision for impairment	(108,217)	(35,206)
Cash and cash equivalents as per Statement of Financial Position (Net)	1,141,306	2,122,844

Cargills Bank PLC
Classification of Financial Assets and Financial Liabilities

	Fair value through P/L Rs. '000	Fair Value through OCI Rs. '000	Amortized cost Rs. '000	Total Rs. '000
As at 30.09.2024				
Financial assets				
Cash and cash equivalents	-	-	1,141,306	1,141,306
Balances with Central Bank of Sri Lanka	-	-	558,095	558,095
Securities purchased under resale agreements	-	-	1,056,733	1,056,733
Derivative financial instruments	758	-	-	758
Financial assets measured at fair value through profit or loss	1,090,460	-	-	1,090,460
Financial assets at amortized costs - Loans and Advances to other customers	-	-	43,061,944	43,061,944
Financial assets at amortized costs - Debt and other financial Instruments	-	-	2,030,265	2,030,265
Financial assets at fair value through other comprehensive income				
Debt securities	-	22,940,534	-	22,940,534
Equity securities	-	20,688	-	20,688
Other assets*	-	-	714,298	714,298
Total financial assets	1,091,218	22,961,222	48,562,641	72,615,081
Financial liabilities				
Due to banks	-	-	510,413	510,413
Derivative financial instruments	14,837	-	-	14,837
Financial liabilities at amortized cost - Due to depositors	-	-	52,744,004	52,744,004
Financial liabilities at amortized cost - Due to other borrowers	-	-	6,719,185	6,719,185
Lease Liability	-	-	597,591	597,591
Other liabilities**	-	-	1,829,613	1,829,613
Total financial liabilities	14,837	-	62,400,806	62,415,643
As at 31.12.2023 - Audited				
Financial assets				
Cash and cash equivalents	-	-	1,963,322	1,963,322
Balances with Central Bank of Sri Lanka	-	-	432,805	432,805
Securities purchased under resale agreements	-	-	730,566	730,566
Derivative financial instruments	6	-	-	6
Financial assets measured at fair value through profit or loss	2,468,401	-	-	2,468,401
Financial assets at Amortized costs - Loans and Advances to other customers	-	-	40,559,439	40,559,439
Financial assets at Amortized costs - Debt and other financial Instruments	-	-	2,050,118	2,050,118
Financial assets at fair value through other comprehensive income				
Debt securities	-	17,758,831	-	17,758,831
Equity securities	-	20,688	-	20,688
Other assets*	-	-	2,136,097	2,136,097
Total financial assets	2,468,407	17,779,519	47,872,347	68,120,273
Financial liabilities				
Due to banks	-	-	717,667	717,667
Derivative financial instruments	27	-	-	27
Financial liabilities at amortized cost - Due to depositors	-	-	50,728,852	50,728,852
Financial liabilities at amortized cost - Due to other borrowers	-	-	3,669,925	3,669,925
Lease Liability	-	-	335,781	335,781
Other liabilities**	-	-	1,785,885	1,785,885
Total financial liabilities	27	-	57,238,110	57,238,137

*Other assets only include other receivables

**Other liabilities exclude accrued expenditure and impairment on commitments and contingencies

Cargills Bank PLC

Classification of Financial Assets and Financial Liabilities

Fair Value Hierarchy

The Bank measures the fair value using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurement.

- **Level 1 : Fair value measurement using unadjusted quoted market prices**

Inputs that are quoted market prices (unadjusted) in an active market for identical instruments.

- **Level 2 : Fair value measurement using significant observable inputs**

Inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices). This category includes instruments valued using;

- quoted prices in active markets for similar instruments,
- quoted prices for identical or similar instruments in markets that are considered to be less active, or
- other valuation techniques in which almost all significant inputs are directly or indirectly observable from market data.

- **Level 3 : Fair value measurement using significant unobservable inputs**

Inputs that are unobservable.

This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties, to the extent that the Bank believes that a third party market participant would take them into account in pricing a transaction.

Financial instruments measured at fair value - fair value hierarchy

The following table provides an analysis of assets and liabilities measured at fair value as at the reporting date, by the level in the fair value hierarchy into which the fair value measurement is categorised. These amounts were based on the values recognised in the Statement of Financial Position:

	Level 1 Rs. '000	Level 2 Rs. '000	Level 3 Rs. '000	Total Rs. '000
As at 30 September 2024				
Financial Assets				
Derivative financial instruments	-	758	-	758
Financial assets measured at fair value through profit or loss	-	1,090,460	-	1,090,460
Financial assets measured at fair value through other comprehensive income				
Debt securities	22,940,534	-	-	22,940,534
Equity Securities	-	-	20,688	20,688
Total assets at fair value	22,940,534	1,091,218	20,688	24,052,440
Financial Liabilities				
Derivative financial instruments	-	14,837	-	14,837
Total liabilities at fair value	-	14,837	-	14,837
As at 31 December 2023 - Audited				
Financial Assets				
Derivative financial instruments	-	6	-	6
Financial assets measured at fair value through profit or loss	-	2,468,401	-	2,468,401
Financial assets measured at fair value through other comprehensive income				
Debt securities	17,758,832	-	-	17,758,832
Equity securities	-	-	20,688	20,688
Total assets at fair value	17,758,832	2,468,407	20,688	20,247,927
Financial Liabilities				
Derivative financial instruments	-	27	-	27
Total liabilities at fair value	-	27	-	27

Cargills Bank PLC
Selected Performance Indicators

As at	30-Sep-2024	31-Dec-2023
Regulatory Capital (Rs'000)		
Common Equity Tier 1	10,514,139	10,910,720
Total Tier 1 Capital	12,014,139	12,410,720
Total Capital	12,297,360	12,693,941
Regulatory Capital Ratios (%) (Refer Note 3)		
Common Equity Tier 1 Capital Ratio - (Minimum Requirement - 7%)	19.02	19.89
Total Tier 1 capital Ratio - (Minimum Requirement - 8.5%)	21.73	22.63
Total Capital Ratio - (Minimum Requirement - 12.5%)	22.24	23.15
Leverage Ratio - (Minimum Requirement - 3%)	13.01	14.67
Regulatory Liquidity		
Total Stock of High-Quality Liquid Assets (Rs '000)	22,247,361	19,717,993
Liquidity Coverage Ratio, % - (Minimum Requirement - 2023 - 100%)		
Rupee, %	478.12	359.50
All currency, %	307.16	289.04
Net Stable Funding Ratio (%) - (Minimum Requirement - 2023 - 100%)	134	123
Assets Quality (Quality of Loan Portfolio)		
Stage 3 Loans (Net of Stage 3 Impairment) to Total Loans	9.14	8.63
Stage 3 Impairment to Stage 3 Loans (Stage 3 Provision Cover)	48.24	46.69
Profitability		
Interest Margin, %	4.63	5.61
Return on Assets (before Tax), %	0.67	1.10
Return on Equity, %	1.75	4.12

Explanatory Notes

- The Financial Statements of the Bank have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRSs/LKASs) issued by The Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka). There were no changes to Accounting Policies and methods of computation since publication of the Annual Report for the year ended 31 December 2023.
- These Interim Financial Statements of the Bank have been prepared in compliance with the requirements of the Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting' and provide the information as required in terms of Listing Rule 7.4 of the Colombo Stock Exchange.
- The Bank should maintain Total Tier 1 Capital Ratio 250 basis points above the minimum applicable until it complies with the regulatory minimum capital requirement of LKR 20 Billion by end 2025.
- The Bank continued to reassess its individually significant loan portfolio as of 30 September 2024 and incorporate adequate impairment provisions on identified customer segments to reflect increased credit risk since initial recognition. Accordingly, the impairment provision also includes management overlays where higher impairment charges were considered as a prudential measure in assessing the elevated risk profiles of borrowers.

Additionally, the Bank revised the cash flow assumptions for customers who were previously impaired, ensuring that any deterioration in the credit quality of such customers has been appropriately addressed during the period.
The Bank estimated its Expected Credit Loss (ECL) for collective impairment as at the reporting date based on the updated Probability of Default flow rates as at 31 December 2023 and Economic Factor Adjustment (EFA) & Loss Given Default (LGD) values as at 30 September 2024.
The exchange impact on impairment charges on loans and advances denominated in foreign currency was recognised in Net Other Operating Income where the corresponding exchange gains/losses are recognised.
- Income Tax - Year of Assessment 2013/2014
The Commissioner General of Inland Revenue (CGIR) issued a Notice of Assessment for the Year of Assessment 2013/2014. The Bank had appealed before the Court of Appeal and the Bank awaits the hearing of the Appeal from the Court of Appeal.
Income Tax - Year of Assessment 2017/2018
The CGIR issued a Notice of Assessment for the Year of Assessment 2017/2018. The Bank had lodged an appeal against the said assessment. The appeal is currently at the IRD hearing stage.
Management is of the opinion that the outcome of the above will not have a material impact to the Financial Statements.
- During the quarter, there were no material changes in the composition of assets, liabilities and/or contingent liabilities, other than those disclosed above.
- There was no pending litigation of a material nature against the Bank.
- All known expenses including management fees and similar expenses have been provided for in these Interim Financial Statements.
- No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the Financial Statements.

Cargills Bank PLC
Additional Disclosures

As at	30-Sep-2024	31-Dec-2023 (Audited)		
	Rs. '000	Rs. '000		
Loans and advances to other customers				
Gross loans and advances	48,711,303	45,553,094		
Less: Stage-wise impairment				
Stage 1	220,696	188,024		
Stage 2	384,212	709,734		
Stage 3	5,044,451	4,095,898		
Total impairment for loans and advances	5,649,359	4,993,656		
Net loans and advances	43,061,944	40,559,438		
Product wise Gross Loans and advances to other customers				
By product - Domestic Currency				
Overdrafts	6,599,492	6,182,468		
Trade finance	2,489,156	2,516,096		
Housing loans	991,488	996,578		
Personal loans	2,847,068	2,805,144		
Staff loans	384,536	305,365		
Term loans	18,125,797	16,033,013		
Loans against property	1,497,709	1,519,567		
Agriculture loans	661,485	592,400		
Money market loans/Revolving loans	8,176,819	8,203,896		
Vehicle loans	138,347	96,927		
Credit card	1,619,902	1,640,656		
Micro finance	41,037	41,896		
Others	480,053	416,862		
Sub total	44,052,888	41,350,868		
By product - Foreign Currency				
Trade finance	2,374,231	1,603,524		
Housing loans	59,528	70,969		
Term loans	2,178,569	2,437,641		
Overdrafts	8,970	8,970		
Others	37,118	81,121		
Sub total	4,658,415	4,202,225		
Total Gross Loans & Advances	48,711,303	45,553,093		
Movement in impairment during the period for loans and advances to other customers - 2024				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2024 - Audited	188,024	709,734	4,095,898	4,993,656
Charge/ (write back) to income statement	32,999	(321,422)	1,012,874	724,451
Exchange rate variance on foreign currency provisions	(327)	(4,100)	(64,321)	(68,748)
Closing balance as at 30 September 2024	220,696	384,212	5,044,451	5,649,359
Movement in impairment during the year for loans and advances to other customers - 2023				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2023 - Audited	132,422	1,026,985	3,130,230	4,289,637
Charge/ (write back) to income statement	95,540	(313,235)	1,039,592	821,898
Exchange rate variance on foreign currency provisions	(39,938)	(4,016)	(73,925)	(117,879)
Closing balance as at 31 December 2023 - Audited	188,024	709,734	4,095,898	4,993,656

Cargills Bank PLC
Additional Disclosures

As at	30-Sep-2024	31-Dec-2023 (Audited)		
	Rs. '000	Rs. '000		
Commitments and Contingencies				
Gross commitments and contingencies	22,313,641	16,772,021		
Less: Stage-wise impairment				
Stage 1	15,983	48,239		
Stage 2	1,024	10,872		
Stage 3	2,063	15,853		
Total impairment for commitments and contingencies	19,070	74,964		
Net commitments and contingencies	22,294,571	16,697,057		
Product- wise Commitments and Contingencies				
By product - Domestic Currency				
Guarantees	6,688,670	5,923,610		
Letters of credit	162,282	346,271		
Undrawn commitments	10,518,261	8,626,315		
Capital commitments and other	233,844	89,878		
Sub total	17,603,057	14,986,074		
By product - Foreign Currency				
Guarantees	754,255	498,810		
Letters of credit	2,476,174	1,199,251		
Bills for collection	12,511	87,886		
Spot purchase	113,158	-		
Sub total	4,710,584	1,785,947		
Total Commitments and Contingencies	22,313,641	16,772,021		
Movement in impairment during the period for Commitments and Contingencies - 2024				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2024 - Audited	48,239	10,872	15,853	74,964
Charge/ (write back) to income statement	(32,256)	(9,848)	(13,790)	(55,894)
Closing balance as at 30 September 2024	15,983	1,024	2,063	19,070
Movement in impairment during the year for Commitments and Contingencies - 2023				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2024 - Audited	46,252	43,284	24,637	114,174
Charge/ (write back) to income statement	1,986	(32,412)	(8,784)	(39,210)
Closing balance as at 31 December 2023 - Audited	48,238	10,872	15,854	74,964

Cargills Bank PLC
Additional Disclosures

As at	30-Sep-2024	31-Dec-2023
	Rs. '000	(Audited) Rs. '000
Due to Depositors		
By product - Domestic Currency		
Current account deposits	1,981,144	2,730,719
Savings deposits	6,540,119	8,460,596
Call Deposits	67,530	1,336
Time deposits	38,605,052	35,507,813
Certificate of deposits	68,196	66,237
Margin deposits	47,037	22,015
Sub total	47,309,078	46,788,715
By product - Foreign Currency		
Current account deposits	207,397	158,850
Savings deposits	603,995	799,098
Time deposits	4,623,486	2,981,736
Margin deposits	48	452
Sub total	5,434,926	3,940,137
Total Due to Depositors	52,744,004	50,728,853

Cargills Bank PLC
Segment Information

	Banking		Treasury/ Investments		Unallocated		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
<i>For the nine months ended 30 September</i>								
Net interest income	1,775,970	2,422,659	723,093	178,455	-	-	2,499,063	2,601,114
Net fees and commission income	616,445	582,664	5,722	7,465	-	-	622,167	590,129
Foreign exchange profit	82,441	116,711	(9,007)	102,851	-	-	73,434	219,561
Other income	(10,858)	182,898	745,153	167,365	-	373	734,295	350,636
Operating income by segment	2,463,997	3,304,931	1,464,962	456,136	-	373	3,928,959	3,761,440
Impairment for loans and other losses	(767,999)	(599,886)	(43,203)	(7,251)	-	-	(811,202)	(607,137)
Net operating income	1,695,998	2,705,045	1,421,759	448,884	-	373	3,117,757	3,154,303
Personnel and other operating expenses	(2,156,852)	(1,874,867)	(23,058)	(21,181)	-	-	(2,179,910)	(1,896,048)
Depreciation and amortisation	(251,320)	(244,213)	(87)	(130)	-	-	(251,407)	(244,343)
Total operating expenses	(2,408,172)	(2,119,080)	(23,145)	(21,311)	-	-	(2,431,317)	(2,140,391)
Operating profit/(loss) by segment	(712,174)	585,965	1,398,614	427,573	-	373	686,440	1,013,912
Taxes on financial services	(302,334)	(289,298)	-	-	-	-	(302,334)	(289,298)
Profit/(Loss) before Tax by segment	(1,014,508)	296,667	1,398,614	427,573	-	373	384,106	724,614
Tax (expense)/reversal							(225,344)	(292,827)
Profit/(Loss) for the period							158,761	431,787
Other information	<i>30-Sep-2024</i>	<i>31-Dec-2023</i>	<i>30-Sep-2024</i>	<i>31-Dec-2023</i>	<i>30-Sep-2024</i>	<i>31-Dec-2023</i>	<i>30-Sep-2024</i>	<i>31-Dec-2023</i>
Segment assets	50,792,205	47,473,794	23,949,255	22,268,670	-	-	74,741,460	69,742,464
Segment liabilities	56,144,617	54,032,441	6,891,879	3,767,240	-	-	63,036,496	57,799,681

Cargills Bank PLC**DIRECTORS' INTEREST IN SHARES OF CARGILLS BANK PLC AS AT 30.09.2024**

Directors' Name	No. of shares held	
	As at 30 September 2024	As at 31 December 2023
1 *Richard Ebell- Chairman (Retired w.e.f from 02 July 2024)	N/A	48,300
2 Asoka Pieris- Chairman (Appointed w.e.f. 3rd July 2024)	Nil	Nil
3 Senarath Bandara- Managing Director/CEO	112,500	112,500
4 Ms. Marianne Page	Nil	Nil
5 Yudhishtran Kanagasabai	Nil	Nil
6 Buwaneka Perera	Nil	Nil
7 Ravindra Ajantha Jayawardena	Nil	Nil
8 Mrs. Shanti Gnanapragasam	Nil	Nil
9 Arjuna Herath	Nil	Nil

* Held jointly with Mrs. M T L Ebell (spouse) and Mrs. J M Wijayanayaka (daughter)

Cargills Bank PLC
INFORMATION ON ORDINARY SHARES OF THE BANK

TOP 20 REGISTERED SHAREHOLDERS - ORDINARY VOTING SHARES

No.	Shareholder Name	No. of shares	%
1	Cargills (Ceylon) PLC*	350,696,905	37.09 *
2	CT Holdings PLC*	223,345,953	23.62 *
3	Employee's Provident Fund	44,000,000	4.65
4	Multitex Investment Limited	30,800,000	3.26
5	MJF Foundation Investments (Pvt) Ltd	28,000,000	2.96
6	Softlogic Life Insurance PLC Account Number 03/Life Shareholders Fund	26,600,000	2.81
7	MAS Amaliya (Pvt) Ltd	22,000,000	2.33
8	Rosewood (Pvt) Limited-Account No.1	15,477,900	1.64
9	People's Leasing and Finance PLC/Suhada Gas Distributors (Pvt) Ltd	11,156,122	1.18
10	Aindri Holdings Pte Ltd	11,000,000	1.16
11	A I A Holdings Lanka (Pvt) Ltd	11,000,000	1.16
12	Distilleries Company of Sri Lanka PLC	9,593,555	1.01
13	Mr. G.L.H. Premaratne	9,089,000	0.96
14	Softlogic Holdings PLC	8,500,000	0.90
15	Mr. Malik Joseph Fernando	7,540,000	0.80
16	GF Capital Global Limited	7,210,900	0.76
17	Mr. Dilhan Crishantha Fernando	6,260,000	0.66
18	Melstacorp PLC	5,854,200	0.62
19	Sri Lanka Insurance Corporation Ltd-Life Fund	5,086,470	0.54
20	Sri Lanka Insurance Corporation Ltd-General Fund	5,065,870	0.54
Sub Total		838,276,875	88.65
Other Shareholders		107,365,983	11.35
Total		945,642,858	100.00

* No voting rights will be exercised by Cargills (Ceylon) PLC and CT Holdings PLC on any shares held in excess of 30% of the issued capital of the Bank carrying voting rights.

PUBLIC HOLDING PERCENTAGE	As at 30 September 2024	As at 31 December 2023
Float adjusted market capitalization** [total market capital-share not available for trading* share price]	2,775,934,609.66	NA
Public holding percentage	39.14%	39.13%
Number of public shareholders	2,515	2,247
Option under which the Listed Entity complies with the Minimum Public Holding requirement**	Option 4	NA

SHARE PRICE INFORMATION**

As At	As at 30 September 2024	As at 31 December 2023
Number of shares	945,642,858	945,642,858
Last traded price (LKR)	7.50	NA
Highest price per share (LKR)	8.00	NA
Lowest price per share (LKR)	7.10	NA

**The ordinary voting shares were listed on the Main Board of the Colombo Stock Exchange on 09 January 2024.
Quoted shares of the Bank are only traded in Sri Lankan Rupees.

Cargills Bank PLC

CORPORATE INFORMATION

NAME OF THE COMPANY

Cargills Bank PLC

LEGAL FORM

A public limited liability company incorporated in Sri Lanka on 3 November 2011 under the Companies Act No.07 of 2007. A licensed Commercial Bank under the Banking Act No. 30 of 1988 as amended from time to time.

STOCK EXCHANGE LISTING

The ordinary shares are listed on the Colombo Stock Exchange.

REGISTRATION NUMBER

PQ00293614 (Previously PB 4847)

ACCOUNTING YEAR-END

December 31

HEAD OFFICE AND REGISTERED OFFICE

No. 696, Galle Road,
Colombo 03,
Sri Lanka

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WEB PAGE

www.cargillsbank.com

Fitch Rating A (Ika)

TAXPAYER IDENTIFICATION NUMBER (TIN)

134048476

BOARD OF DIRECTORS

Mr. Asoka Pieris - Chairman
Mr. Senarath Bandara - Managing Director /CEO
Ms. Marianne Page
Mr. Yudhishtan Kanagasabai
Mr. Buwaneka Perera
Mr. Ravindra Jayawardena
Mrs. Shanti Gnanapragasam
Mr. Arjuna Herath

OTHER INFORMATION

AUDITORS

Messrs. KPMG
Chartered Accountants,
No. 32A, Sir Mohamed Macan Markar Mw,
Colombo 03
Sri Lanka

LAWYERS

Messrs. Julius & Creasy
No. 371, R.A. de Mel Mawatha,
Colombo 03
Sri Lanka

COMPLIANCE OFFICER

Mr. Gayantha Wijekoon

COMPANY SECRETARY

Ms. Amendra de Silva
No. 696, Galle Road,
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+94117 640170

REGISTRAR

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