Financial Statements
For the 6 Months Ended
30th June 2025

Bank of China Limited
Colombo Branch

BANK OF CHINA LIMITED, COLOMBO BRANCH
INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2025

	For the 6 months ended	
	30-06-2025 LKR'000	**30-06-2024 LKR'000**
Interest income	2,459,861	4,461,366
Interest expenses	1,044,340	2,176,976
Net interest income	**1,415,521**	**2,284,390**
Fee and commission income	138,074	121,577
Fee and commission expenses	36,064	25,534
Net fee and commission income	**102,010**	**96,043**
Net gain/(loss) from trading	-	-
Net fair value gains/(losses) from financial instruments at fair value	-	-
through profit or loss	-	-
Net gains/(losses) from derecognition of financial assets	-	-
Net other operating income	268,630	186,223
Total operating income	**1,786,161**	**2,566,656**
Impairment charges	1,383,827	619,936
Net operating income	**402,334**	**1,946,720**
Personnel expenses	440,484	494,892
Depreciation and amortization expenses	166,062	149,431
Other expenses	224,275	289,106
Operating profit/(loss) before taxes on financial services	**(428,487)**	**1,013,291**
Taxes on financial services	221,597	250,685
Operating profit/(loss) after taxes on financial services	**(650,084)**	**762,606**
Share of profits of associates and joint ventures	-	-
Profit/(loss) before tax	**(650,084)**	**762,606**
Income tax expenses	167,833	115,630
Profit/(loss) for the period	**(817,917)**	**646,976**

BANK OF CHINA LIMITED, COLOMBO BRANCH
STATEMENT OFPROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
PERIOD ENDED 30 JUNE 2025

	For the 6 months ended	
	30-06-2025	**30-06-2024**
	LKR'000	**LKR'000**
Profit/(loss) for the period	**(817,917)**	**646,976**
Items that will be reclassified to income statement	-	-
Items that will not be reclassified to income statement	-	-
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	(326)	5,229
Other comprehensive income for the period, net of taxes	(326)	5,229
Total comprehensive income for the period	**(818,243)**	**652,205**

BANK OF CHINA LIMITED, BRANCH OFFICE
STATEMENT OF CHANGES IN EQUITY
PERIOD ENDED 30 JUNE 2025

	Assigned Capital	Reserves					Total Equity
		Statutary reserve Funds	OCI reserve	Fair Value Reserve	Special Reserve on Impairment	Retained Earnings	
	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Balance as at 01/01/2024 - Audited	12,368,000	37,059	-	8,131	-	474,718	**12,887,908**
Total Comprehensive Income for the period							
Profit for the period (Net of Tax)	-	-	-	-	-	646,976	**646,976**
Other Comprehensive Income (Net of Tax)	-	-	-	5,229	-	-	**5,229**
Total Comprehensive Income for the period	**-**	**-**	**-**	**5,229**		**646,976**	**652,205**
Balance as at 30/06/2024	**12,368,000**	**37,059**	**-**	**13,360**	**-**	**1,121,694**	**13,540,113**
Balance as at 01/01/2025- Audited	12,368,000	104,727	-	11,252	-	1,789,510	**14,273,489**
Total Comprehensive Income for the period							
Profit/(loss) for the period (Net of Tax)	-	-	-	-	-	(817,916)	**(817,916)**
Other Comprehensive Income (Net of Tax)	-	-	-	(326)	-	-	**(326)**
Total Comprehensive Income for the period	**-**	**-**	**-**	**(326)**	**-**	**(817,916)**	**(818,242)**
Balance as at 30/06/2025	**12,368,000**	**104,727**	**-**	**10,926**	**-**	**971,594**	**13,455,247**

BANK OF CHINA LIMITED, BRANCH OFFICE
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

As at	30-Jun-25 LKR '000	31-Dec-24 LKR '000 (Audited)
Assets		
Cash and cash equivalents	38,808,656	71,187,913
Balances with central banks	7,745,420	19,850,956
Placements with banks	-	20,530,659
Financial assets measured at fair value through other comprehensive income	11,377,612	23,809
Financial Assets at amortised cost -Loans and Advances to Customers	8,350,492	8,063,738
Property, plant and equipment	834,746	862,599
Right of use asset (ROU)	488,363	282,770
Intangible assets	33,717	47,600
Deferred tax assets	199,248	181,125
Other assets	382,122	236,905
Total assets	**68,220,376**	**121,268,073**
Liabilities		
Due to banks	1,501,164	1,465,452
Financial liabilities at amortised cost - due to depositors	49,349,036	99,699,801
Retirement benefit obligations	24,834	44,805
Current tax liabilities	261,293	115,119
Other liabilities	3,628,802	5,669,407
Total liabilities	**54,765,129**	**106,994,584**
Equity		
Assigned Capital	12,368,000	12,368,000
Statutary reserve Fund	104,727	104,727
Fair Value Reserve	10,926	11,252
Retained Earnings	971,594	1,789,510
Total equity	**13,455,247**	**14,273,489**
Total equity and liabilities	**68,220,376**	**121,268,073**
Contingent liabilities and commitments	35,221,550	36,454,951
Memorandum Information		
Number of Employees	44	45

BANK OF CHINA LIMITED, BRANCH OFFICE
STATEMENT OF CASH FLOWS
PERIOD ENDED 30 JUNE 2025

For the Six months ended,	**30.06.2025**	**30.06.2024**
	LKR '000	**LKR '000**
Cash flows from operating activities		
Interest receipts	2,459,861	4,461,366
Interest payments	(1,028,031)	(2,158,310)
Net commission receipts	102,010	96,043
Net other income receipts	268,630	343,134
Payments to employees	(460,455)	(553,937)
Payments on other operating activities	(212,342)	(221,313)
Operating profit before change in operating assets & liabilities	**1,129,673**	**1,623,849**
Increase / Decrease in operating assets		
Financial assets at amortised cost – loans & advances	(365,436)	5,487,288
Financial assets at amortised cost – other	-	3,929,695
Other assets	(15,362)	76,867
Financial assets measured at fair value through OCI	(12,773,608)	(9,038,229)
Increase in operating liabilities		
Financial liabilities at amortised cost – due to depositors	(50,350,765)	35,058,508
Other liabilities	(2,286,978)	(3,790,035)
Net cash generated from operating activities before income tax	**(64,662,476)**	**33,347,942**
Income tax paid	(39,783)	(49,031)
Other Tax Paid	(241,450)	(246,165)
Net cash from operating activities	**(64,943,709)**	**33,052,746**
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,563)	-
Placements with other banks	20,538,655	-
Net cash (used in)/from investing activities	**20,536,092**	**-**
Cash flows from financing activities		
Borrowings from Banks	35,712	(4,124,567)
Lease Payment	(79,664)	(308,207)
Net cash (used in) financing activities	**(43,952)**	**(4,432,775)**
Net increase/(decrease) in cash & cash equivalents	(44,451,569)	28,619,971
Cash and cash equivalents at the beginning of the year	90,766,286	108,785,484
Cash and cash equivalents at the end of quarter	**46,314,717**	**137,405,455**
Cash and cash equivalents at the end of quarter		
Cash and cash equivalents	38,832,183	128,055,570
Statutory Deposit with Central Bank of Sri Lanka (SDF)	7,482,534	9,349,885
	46,314,717	**137,405,455**

BANK OF CHINA LIMITED, BRANCH OFFICE
ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS
PERIOD ENDED 30 JUNE 2025

As at 30 June 2025	Financial Assets/ Liabilities measured at Amortised Cost	Financial Assets/ Liabilities measured at Fair Value through Profit and Loss	Financial Assets/ Liabilities measured at Fair value through Other Comprehensive Income	Total
	LKR'000	LKR'000	LKR'000	LKR'000
ASSETS				
Cash and Cash Equivalents	38,808,656		-	38,808,656
Balance with Central banks	7,745,420		-	7,745,420
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	11,377,612	11,377,612
Financial Assets at amortised cost -Loans and Advances to Customers	8,350,492	-	-	8,350,492
Total financial Assets	**54,904,568**	**-**	**11,377,612**	**66,282,180**
LIABILITIES				
Due to banks	1,501,164			1,501,164
Due to depositors	49,349,036			49,349,036
Balances due to Head Office	1,771,188			1,771,188
Total Financial Liabilities	**52,621,388**	**-**	**-**	**52,621,388**

As at 31 December 2024	Financial Assets/ Liabilities measured at Amortised Cost	Financial Assets/ Liabilities measured at Fair Value through Profit and Loss	Financial Assets/ Liabilities measured at Fair value through Other Comprehensive Income	Total
	LKR'000	LKR'000	LKR'000	LKR'000
ASSETS				
Cash and Cash Equivalents	71,187,913	-	-	71,187,913
Balance with Central banks	19,850,956	-	-	19,850,956
Placements with banks	20,530,659	-	-	20,530,659
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	23,809	23,809
Financial Assets at amortised cost -Loans and Advances to Customers	8,063,738	-		8,063,738
Total financial Assets	**119,633,266**	**-**	**23,809**	**119,657,075**
LIABILITIES				
Due to banks	1,465,452	-	-	1,465,452
Due to depositors	99,699,801	-	-	99,699,801
Balances due to Head Office	1,727,587	-	-	1,727,587
Total Financial Liabilities	**102,892,840**	**-**	**-**	**102,892,840**

BANK OF CHINA LIMITED, BRANCH OFFICE
ANALYSIS OF DEPOSITS
PERIOD ENDED 30 JUNE 2025

As at	30-06-2025 LKR'000	31-12-2024 LKR'000
By prooduct - Domestic Currency		
Demand Deposits (Current Accounts)	3,662,474	3,452,583
Savings Deposits	4,135,580	3,113,075
Time Deposits	5,375,162	5,608,741
Others	1,789,080	1,905,800
Sub Total	**14,962,295**	**14,080,200**
By prooduct - Foreign Currency		
Demand Deposits (Current Accounts)	2,153,804	2,502,762
Savings Deposits	8,552,877	52,067,857
Time Deposits	17,718,243	25,781,492
Deposit form banks	5,911,134	5,254,023
Others	50,683	13,467
Sub Total	**34,386,741**	**85,619,601**
Total	**49,349,036**	**99,699,801**

BANK OF CHINA LIMITED, BRANCH OFFICE
ANALYSIS OF LOANS AND ADVANCES TO OTHER CUSTOMERS AND IMPAIRMENT
PERIOD ENDED 30 JUNE 2025

As at	30-06-2025 LKR'000	31-12-2024 LKR'000
Gross Loans and Advances to Other Customers		
Stage 1	8,442,186	8,146,898
Stage 2		-
Stage 3	2,849,690	2,779,541
Less - Accumulated Impairment under Stage 1	91,694	83,161
Accumulated Impairment under Stage 2	-	-
Accumulated Impairment under Stage 3	2,849,690	2,779,541
Net Value of loans and advances to other customers	**8,350,492**	**8,063,738**
Gross Loans and Advances to other customers		
By product- Domestic Currency		
Wholesale loan	6,942,099	6,682,763
	6,942,099	6,682,763
By product- Foreign Currency		
Consortium loan	4,349,777	4,243,677
Wholesale loan	-	
	4,349,777	4,243,677
Gross Loans and Advances to other customers	**11,291,876**	**10,926,439**
Movement of Impairement during the period		
Under Stage 1		
Balance as at January 1,	83,161	107,283
Charge to the Income Statement	8,364	131,690
Exchange rate varience on foreign currency provisions	169	(155,812)
Balance as at 31 March/31 December	91,694	83,161
Under Stage 2		
Balance as at January 1,	-	-
Charge to the Income Statement	-	-
Exchange rate varience on foreign currency provisions	-	-
Balance as at 31 March/31 December	-	-
Under Stage 3		
Balance as at January 1,	2,779,541	1,554,084
Charge to the Income Statement	-	1,225,457
Exchange rate varience on foreign currency provisions	70,149	-
Balance as at 31 March/31 December	2,849,690	2,779,541

BANK OF CHINA LIMITED, BRANCH OFFICE
ANALYSIS OF LOANS AND ADVANCES TO OTHER CUSTOMERS AND IMPAIRMENT
PERIOD ENDED 30 JUNE 2025

As at	30-06-2025 LKR'000	31-12-2024 LKR'000
Gross Commitments and Contingencies	**35,221,550**	**36,454,956**
Impairement on commitments and contingencies		
Accumilated Impairement under Stage I	18,049	49,354
Total Impairement	**18,049**	**49,354**
Gross Commitments and Contingencies		
By product -Rupee		
Gurantees	4,488,566	6,217,964
By product -Foreign currency		
Gurantees	28,171,699	28,769,457
Documentory Credits	1,670,660	868,263
Acceptances	253,956	-
Shipping Guarantees	2,232	
Foreign Exchange Contracts -purchase-To Banks	59,969	123,840
Foreign Exchange Contracts -Sales-To Banks	59,968	123,617
Others	514,500	351,810
Total	**35,221,550**	**36,454,951**

Movement of Impairement during the period

Under Stage 1		
Balance as at January 1,	49,354	61,675
Charge to the Income Statement	2,953	(4,766)
Exchange rate varience on foreign currency provisions	(5,314)	(7,555)
Balance as at 31 March/31 December	46,993	49,354

BANK OF CHINA LIMITED, BRANCH OFFICE
SELECTED PERFORMANCE INDICATORS
PERIOD ENDED 30 JUNE 2025
(Based on regulatory Reporting)

As at	30-06-2025	31-12-2024
Regulatory Capital Adequacy (LKR in Millions)		
Common Equity Teir 1	12,379	14,045
Core (Teir 1) Capital	12,379	14,045
Total capital Base	12,512	14,212
Regulatory Capital Ratio (%)		
Common Equity Teir 1 Capital (%) (Minimum requirement - 7%)	43.49	27.87
Core (Teir 1) Capital (%) (Minimum requirement - 8.5%)	43.49	27.87
Total capital Base (%) (Minimum requirement - 12.5%)	43.96	28.21
Basel III Leverage Ratio (Minimum Requirement - 3%)	**17.46**	**10.17**
Regulatory Liquidity Requirment		
Liquidity Coverage Ratio (%) (Minimum Requirement - 100%)		
Rupee (%)	333.00	343.00
All currency (%)	394.44	181.79
Net Stable Funding Ratio (%) (Minimum requirement- 100%	193.49	276.00
Assets Quality of Loan Portfolio		
Impaired loans (stage 3) to Total Loan, Ratio (%)*	25.24	25.44
Impairment (stage 3) to stage 3 Loans Ratio(%)*	100.00	100.00
Income and Profitability		
Net Interest Margin (%)	0.75	3.39
Return on Assets (before Tax) (%)	-	0.31
Return on Equity (%)	-	2.49
Cost to Income Ratio (%)	46.51	33.88
Memorandum Information		
Credit Rating	N/A	N/A
Number of Employees	44	45
Number of Branches	0	0

*Including Undrawn Portion of Credit

CERTIFICATION:

We, the undersigned,being the Head of Finance and Operations and the Country Manager of Bank of China, Colombo Branch jointly certify that:

(a)the above statements have been prepared in compliance with the format and definitions prescribed by Central Bank of Sri Lanka;

(b)the informaion contained in these statements have been extracted from the unaudited financial statements of the bank unless stated as audited.

Yuan Wenjun
(Sgd.) Head - Finance Opertaions Department
Date : 15th August 2025

Liu Ying
(Sgd.) Country Manager
Date : 15th August 2025