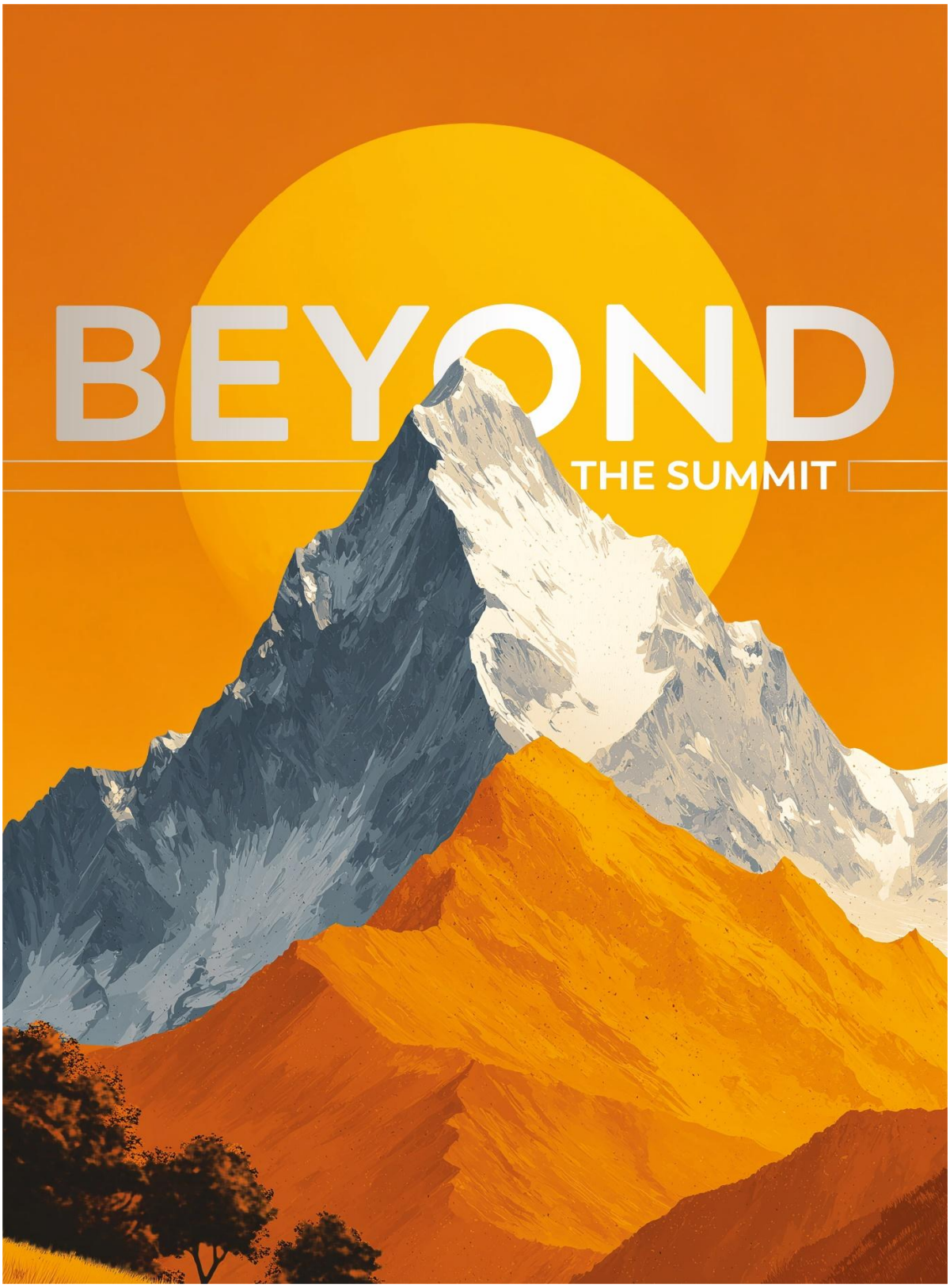


Janashakthi Insurance PLC
Interim Condensed Financial Statements
For the 2nd Quarter Ended 30 June 2026

STATEMENT OF FINANCIAL POSITION

As at	Note	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Assets			
Property, Plant and Equipment	6.	399,510	441,258
Right of Use Assets	7.	314,729	322,598
Investment Property		1,966,436	1,966,436
Intangible Assets		84,477	72,168
Investment In Associate	8.	3,851,294	4,140,212
Financial Investments	13.	31,941,092	31,507,466
Loans to Life Policyholders & Others		351,215	320,067
Reinsurance Receivable		60,494	34,613
Premium Receivables		498,968	654,180
Other Assets		885,411	566,611
Cash and cash equivalents		790,469	340,740
Total Assets		41,144,096	40,366,349
Equity and Liabilities			
Equity			
Stated Capital		4,853,752	4,853,752
Restricted Regulatory Reserve		1,795,829	1,795,829
Available For Sale Reserve - Shareholder funds		(15,906)	(8,313)
Revenue Reserves		10,136,870	10,002,695
Total Equity		16,770,544	16,643,962
Liabilities			
Insurance Liability - Life	12.1	19,607,945	18,482,314
Retirement Benefit Obligation		110,229	98,067
Long Term Borrowings		1,351,592	1,622,512
Reinsurance Creditors		149,285	101,487
Lease Creditors	14.	375,422	378,587
Other Liabilities		2,668,298	2,937,949
Bank Overdraft		110,781	101,471
Total Liabilities		24,373,552	23,722,387
Total Equity and Liabilities		41,144,096	40,366,349

I certify that these Interim Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Signed
Jude Shanmugam
Chief Financial Officer

The Board of Directors are responsible for these Interim Financial Statements.
Signed for and on behalf of the Board by.

Signed
Annika Senanayake
Chairperson
Colombo
Aug 14 2026

Signed
R.N.Liyanage
Director/ Chief Executive Officer

STATEMENT OF PROFIT OR LOSS

For the Period Ended 30 June	Note	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Gross Written Premium	15.	5,111,720	3,769,137
Premium Ceded to Reinsurers		(210,162)	(149,624)
		4,901,557	3,619,513
Other Revenue			
Fee and Commission Income		9,069	8,777
Investment Income		1,621,793	1,832,040
Realised Gains/ (Loss)		41,187	1,763,990
Fair Value Gains/ (Losses)		(334,862)	(1,315,236)
Other Operating Revenue		83,823	71,779
Total Other Revenue		1,421,010	2,361,350
Net Income		6,322,567	5,980,863
Benefits and Claims			
Net Benefits and Claims		(2,240,670)	(1,588,553)
(Increase)/Decrease in Life Insurance Fund		(1,099,932)	(1,587,288)
Underwriting & Net Acquisition Cost		(1,409,648)	(1,091,639)
Total Benefits, Claims and Net Acquisition Cost		(4,750,250)	(4,267,480)
Other Expenses			
Operating and Administrative Expenses		(901,043)	(729,291)
Finance Cost		(110,874)	(135,209)
Total Other Expenses		(1,011,917)	(864,500)
Share of Profit/(Loss) of Equity Accounted Investee		(288,917)	659,994
Profit/(Loss) before Taxation		271,483	1,508,877
Income Tax Expense		(141,898)	(190,653)
Profit/(Loss) for the Period		129,585	1,318,224
Profit/(Loss) attributable to:			
Equity holders of the Company		129,585	1,318,224
Restated Basic Earning per Share (LKR)		0.19	1.94

STATEMENT OF COMPREHENSIVE INCOME

For the Period Ended 30 June	Note	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Profit/(Loss) for the Period		129,585	1,318,224
Other Comprehensive Income/(Loss)			
Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Shareholders		(3,004)	438,831
Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Life fund		25,701	52,684
Share of OCI from equity accounted Investee (Net of Tax)		-	(548)
Total Other Comprehensive Income/(Loss)		22,696	490,967
Total comprehensive Income/(Loss) for the Period, Net of Tax		152,281	1,809,191
Total Comprehensive Income/(Loss) attributable to:			
Equity holders of the Company		152,281	1,809,191

STATEMENT OF CHANGES IN EQUITY

			Revenue Reserves			
	Stated Capital	Restricted Regulatory Reserve	Retained Earnings	Available-for-sale Financial Assets - SH	Total	Total
	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Audited Balance as at 31 December 2024	4,853,752	1,795,829	9,935,503	317,481	10,252,984	16,902,565
Profit for the Period	-	-	3,466,143		3,466,143	3,466,143
Other Comprehensive Income / (Loss)						
Net Change in Fair Value of Available For Sale Financial Assets	-	-		403,396	403,396	403,396
Net Change in Available for Sale Financial Assets transferred to Statement of Profit or Loss	-	-		(725,455)	(725,455)	(725,455)
Actuarial loss on Defined Benefit Plans	-	-	(12,622)		(12,622)	(12,622)
Share Of Other Comprehensive Income From Equity Accounted Investee	-	-	(1,058)	(3,735)	(4,793)	(4,793)
Total Comprehensive Income/(Loss) for the Period, Net of Tax			(13,680)	(325,794)	(339,474)	(339,474)
Transactions with Owners Recorded Directly in Equity						
Transfers to Life Insurance Fund	-		12,622		12,622	12,622
Dividend Paid to equity holders for 2025			(3,397,893)		(3,397,893)	(3,397,893)
Audited Balance as at 31 December 2025	4,853,752	1,795,829	10,002,695	(8,313)	9,994,385	16,643,962
Profit for the Period	-	-	129,585	-	129,585	129,585
Other Comprehensive Income / (Loss)						-
Net Change in Fair Value of Available For Sale Financial Assets	-	-	-	(3,003)	(3,003)	(3,003)
Net Change in Available for Sale Financial Assets transferred to Statement	-	-	-	-	-	-
Share Of Other Comprehensive Income From Equity Accounted Investee	-	-	4,589	(4,589)	-	-
Total Comprehensive Income/(Loss) for the Period, Net of Tax	-	-	4,589	(7,592)	(3,003)	(3,003)
Transactions with owners recorded directly in equity						
Dividend Paid to equity holders	-	-	-	-	-	-
Unaudited Balance as at 30 June 2026	4,853,752	1,795,829	10,136,870	(15,906)	10,120,967	16,770,544

STATEMENT OF PROFIT OR LOSS

For Three Months Ended 30 June	Note	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Gross Written Premium		2,514,939	1,938,659
Premium Ceded to Reinsurers		(88,722)	(72,698)
		2,426,217	1,865,961
Other Revenue			
Fee and Commission Income		5,329	3,768
Investment Income		913,672	911,219
Realised Gains/ (Loss)		(2,975)	1,362,535
Fair Value Gains/ (Losses)		(351,687)	(889,722)
Other Operating Revenue		37,044	39,770
Total Other Revenue		601,384	1,427,570
Net Income		3,027,601	3,293,531
Benefits and Claims			
Net Benefits and Claims		(1,254,896)	(806,827)
(Increase)/Decrease in Life Insurance Fund		(290,041)	(894,985)
Underwriting & Net Acquisition Cost		(696,145)	(560,086)
Total Benefits, Claims and Net Acquisition Cost		(2,241,082)	(2,261,898)
Other Expenses			
Operating and Administrative Expenses		(474,298)	(376,421)
Finance Cost		(53,904)	(62,909)
Total Other Expenses		(528,202)	(439,330)
Share of Profit/(Loss) of Equity Accounted Investee		(168,511)	532,107
Profit/(Loss) before Taxation		89,806	1,124,410
Income Tax Expense		(73,880)	(98,280)
Profit/(Loss) for the Period		15,926	1,026,130
Profit/(Loss) attributable to:			
Equity holders of the Company		15,926	1,026,130
Restated Basic Earning per Share (LKR)		0.02	1.51

STATEMENT OF COMPREHENSIVE INCOME

For Three Months Ended 30 June	Note	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Profit/(Loss) for the Period		15,926	1,026,130
Other Comprehensive Income/(Loss)			
Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Shareholders		(235)	469,161
Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Life fund		36,844	(13,100)
Share of OCI from equity accounted Investee (Net of Tax)		-	4,263
Available for Sale Financial Assets transferred to Statement of Profit or Loss		-	-
Total Other Comprehensive Income/(Loss)		36,610	460,324
Total comprehensive Income/(Loss) for the Period, Net of Tax		52,536	1,486,454
Total Comprehensive Income/(Loss) attributable to:			
Equity holders of the Company		52,536	1,486,454

STATEMENT OF CASH FLOWS

For the Period Ended 30 June	Note	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Direct Method			
Cash Flows From Operating Activities			
Premium Received from Customers		5,266,932	3,836,945
Reinsurance Premium Paid		(35,785)	(15,152)
Claims Paid		(2,076,157)	(1,609,479)
Reinsurance Receipt in Respect of Claims		-	7,730
Interest Received		476,318	1,010,575
Dividends Received		145,988	216,495
Other Operating Cash Receipts / (Payments)		(1,858,735)	608,134
Cash Flows from Operating Activities	A	1,918,561	4,055,248
Gratuity Paid		(4,341)	(1,352)
Taxes Paid		(335,122)	(341,278)
Net Cash Generated From Operating Activities		1,579,098	3,712,618
Cash Flows Used in Investing Activities			
Net Change in Investments		(745,794)	(3,577,304)
Dividend Received from Associate company		-	677,040
Purchase of PPE & Intangble Assets		(39,316)	(251,607)
Net Cash Used in Investing Activities		(785,109)	(3,151,871)
Net Cash Flows Before Financing Activities		793,989	560,747
Cash Flows Used in Financing Activities			
Proceeds from Borrowings		-	750,000
Borrowing Repayments		(270,919)	(1,021,746)
Rent Advance paid for Right of Use Assets		(5,160)	-
Interest Paid on Borrowings		(77,491)	(115,540)
Net Cash Used in Financing Activities		(353,571)	(387,286)
Net Increase / (Decrease) in Cash and Cash Equivalents	B	440,418	173,461

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

STATEMENT OF CASH FLOWS

For the Period Ended 30 June	Note	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Cash Flows from Operating Activities			
Profit Before Tax		271,483	1,508,877
Finance Cost		77,491	115,540
FV Loss on Financial Investments		334,862	1,315,236
Share of Loss/(Profit) of Equity Accounted Investee		288,917	(659,994)
Provision for Retirement Benefit		16,503	13,597
Depreciation and Amortisation Expenses		110,581	95,022
Interest Expense on Operating Leases		33,382	19,669
Changes in Working Capital			
(Increase)/Decrease in Premium and Other Receivables		(220,618)	59,673
Increase/(Decrease) in Life Insurance Fund		1,099,932	1,587,288
Increase/(Decrease) in Payables		(93,974)	340
Net Cash Flows from Operating Activities	A	1,918,561	4,055,248
Increase/(Decrease) in Cash and Cash Equivalents			
Cash in Hand and Balance at Bank		790,469	674,460
Bank Overdrafts		(110,781)	(87,403)
Net Cash and Cash Equivalents at the end of the Period		679,688	587,057
Net Cash and Cash Equivalents as at beginning of the Period		239,269	413,596
Increase/(Decrease) in Cash and Cash Equivalents During the Period	B	440,418	173,461

Notes to the Financial Statements

1. Reporting Entity

Janashakthi Insurance PLC ("the Company") is a limited liability company incorporated and domiciled in Sri Lanka and is listed on the Diri Savi Board of the Colombo Stock Exchange (CSE). The registered office of the Company is at 1st Floor, Bishop's Gate Building, No. 338, T.B.Jayah Mawatha, Colombo 10. The Company is regulated by the Insurance Industry Act, No. 43 of 2000 and amendments thereto.

2. Approval of Financial Statements

The Unaudited Condensed Consolidated Interim Financial Statements for the quarter ended 30 June 2026 were authorised for issue by the Board of Directors on 14 August 2026.

3. Basis of Preparation

The Condensed Consolidated Interim Financial Statements have been prepared in compliance with Sri Lanka Accounting Standard "LKAS 34 – Interim Financial Reporting". These Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2025. Furthermore, provisions of the Companies Act No. 07 of 2007 have been considered in preparing the Condensed Consolidated Interim Financial Statements of the Company. The same accounting policies have been followed in preparation of these Interim Financial Statements as stated in the Audited Financial Statements for the year ended 31 December 2025.

The Condensed Consolidated Interim Financial Statements are presented in Sri Lankan Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated.

4. Basis of Measurement

The Financial Statements of the Company have been prepared on an accrual basis under the historical cost convention and applied consistently with no adjustment being made for inflationary factors affecting the Financial Statements except for the financial assets available for sale and financial assets designated at fair value through profit or loss which are measured at fair value and investment properties valued at fair value.

5. SLFRS 09 - Financial Instruments and SLFRS 17 - Insurance Contracts

"SLFRS 09 - Financial Instruments" is effective for annual periods beginning on or after 1 January 2018. It replaces "LKAS 39 - Financial Instruments : Recognition and Measurement".

Based on the proposed amendments to "SLFRS 04 - Insurance contracts" (to be replaced by "SLFRS 17 - Insurance Contracts"), the entities whose predominant activity is issuing insurance contracts are permitted to defer the full application of SLFRS 09 until the adoption of SLFRS 17, which is in 2026.

Further in May 2025, the Institute of Chartered Accountants of Sri Lanka issued a Statement of Alternative Treatment (SoAT) relating to the figures in interim financial statements for entities reporting under LKAS 34 Interim Financial Reporting. The SoAT provides temporary conditional reliefs for the first, second, and third quarters of 2026, as detailed in the SoAT. The fourth-quarter interim financial statements and the annual financial statements must be prepared in accordance with SLFRS 17 and SLFRS 9, including comparative information for 2025 in line with the applicable transition requirements.

Company applied the provisions in the Statement of Alternative Treatment when preparing interim financial statements under LKAS 34.

Notes to the Financial Statements

6. Property, Plant and Equipment

Carrying amounts of Property Plant and equipment as at the reporting date are as follows;

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Land & Building	77,973	78,227
Improvements to Buildings under Lease	123,904	134,758
Equipment	124,495	137,773
Furniture & Fittings	51,096	64,222
Motor Vehicles	22,034	26,274
Carrying Amount	399,510	441,258

7. Right of Use Assets

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Cost of Right of Use Assets		
Right of Use Assets (PV of Future Lease Payment) as at 1st January	314,519	229,804
Opening Balance of Advance Payments for the Right of Use Assets as at 1st January	8,078	21,487
Additions of Right of Use Assets during the period	28,798	212,778
Pre-mature Derecognition Lease Asset	-	(49,602)
Advances Paid for Right of Use Assets during the period	5,160	483
Total Cost of Right of Use Asset	356,557	414,950
Accumulated Deprecation and Amortisation		
Depreciation of Right of Use Assets	38,803	78,461
Amortisation of Rent Advance for Right of Use Assets	3,025	13,891
Total Accumulated Deprecation and Amortisation	41,828	92,352
Net Right of Use Assets	314,729	322,598

8. Investment In Associate

The company's investment in its associate is accounted for using the Equity method. Under the Equity method, the investment in an associate is initially recognised at cost. The company's share of the results of operations of the associate is reflected in the Income statement. Any Change in OCI of the investee is presented as a part of the Company's OCI.

The company has acquired 25% equity stake in First Capital Holdings PLC on 29th December 2023.

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Balance as of 01 January 2026	4,140,212	4,572,006
Share of profit/(loss) of equity accounted investee	(288,917)	939,223
Share of other comprehensive income / (loss) of equity accounted investee	-	(4,793)
Dividend Received	-	(1,366,224)
Balance as of 30 June 2026	3,851,294	4,140,212

Notes to the Financial Statements

9. Income Tax Expense

The Income Tax for the period was computed in accordance with the provisions of the Inland Revenue Act, No. 24 of 2017 and the Company has calculated the Income Tax Expense in accordance with this Act.

10. Restricted Regulatory Reserve

The Insurance Regulatory Commission of Sri Lanka (IRCSL) implemented the Risk Based Capital (RBC) regime for insurers of Sri Lanka with effect from 1 January 2016. Accordingly, the policy liability valuation methodology transitioned from Net Premium Valuation (NPV) methodology to Gross Premium Valuation (GPV) methodology. This regime change resulted in reduction in policy liabilities leading to a significant increase in surplus, which was termed "One-off unallocated surplus". As per the IRCSL recommendations this surplus was quantified and held within the life fund up to 31 December 2016. In 2017 with the approval of the IRCSL the one-off surplus was transferred to the shareholders fund.

The distribution of the one-off surplus to shareholders, held as part of the Restricted Regulatory Reserve, is subject to meeting governance requirements stipulated by the Insurance Regulatory Commission of Sri Lanka (IRCSL) and can only be released upon receiving approval from the IRCSL. The one-off surplus in the Shareholder Fund (SHF) will remain invested in financial assets as per the direction of IRCSL. As of 30th June 2026 the company has met governance requirements as per IRCSL.

Restricted Regulatory Reserve	LKR '000
Balance as at 31 December 2025	1,795,829
Transfers/Distributions During the Period	-
Balance as at 30 June 2026	1,795,829

11. Profits From Life Insurance

No transfer has been made from the life insurance fund to the Income Statement during the period under review.

12. Insurance Contract Liability - Life

As at		Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Insurance Fund - Life	12.1	19,607,945	18,482,314
Claims Outstanding		1,020,488	874,709
		20,628,433	19,357,023

12.1 Movement of the Insurance Liability - Life

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Insurance Fund - Life		
Balance as at 1 January	18,472,740	16,072,757
Increase/(Decrease) in Insurance Liability - Life before Surplus distribution to Shareholders	1,099,932	2,889,176
Actuarial Losses on Defined Benefit Plans	-	(12,622)
Surplus distributed from/(to) Shareholders	-	(476,571)
Balance as at end of the period	19,572,672	18,472,740
AFS Reserves - Life Policyholders		
Balance as at 1 January	9,574	(41,338)
Changes in Fair Value of Available For Sale Assets	25,701	50,912
Balance as at end of the period	35,273	9,574
Insurance Fund balance as at period end including AFS Reserve	19,607,944	18,482,314

Notes to the Financial Statements

13. Financial Investments

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Financial Assets at Fair Value Through Profit or Loss (FVTPL)	18,363,598	22,083,994
Loans and Receivables (L&R)	11,146,210	7,582,378
Available For Sale Financial Assets (AFS)	2,431,284	1,841,094
	31,941,092	31,507,466

14. Lease Creditors

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Lease creditor as at 1 January	378,587	298,692
Addition to the lease creditor during the period	28,798	212,778
Interest Expense of lease creditor during the period	33,382	59,587
Pre-mature Derecognition Lease Creditor	-	(76,273)
Rental paid for lease creditor during the period	(65,345)	(116,197)
	375,422	378,587

15. Gross Written Premium

For the Period Ended 30 June	Un Audited 2026 LKR '000	Un Audited 2025 LKR '000
Life Insurance		
First Year Premium	3,554,243	2,514,767
Renewal Premium	1,557,477	1,254,370
Total Life Premium	5,111,720	3,769,137

16. Related Party Transactions

The nature of related party transactions in the current period is similar in nature to those reported in the Audited Financial Statements for the year ended 31 December 2025.

17. Contingent Liabilities

There has been no material change in the contingencies which were disclosed in the Audited Financial Statements for the year ended 31 December 2025.

18. Events Occurring After the Reporting Date

No circumstances have occurred since the reporting date which would require adjustments or disclosure in the Interim Financial Statements.

Notes to the Financial Statements

19. Stated Capital

As at	Un Audited 30.06.2026 LKR '000	Audited 31.12.2025 LKR '000
Stated Capital of the Company	4,853,752	4,853,752
Restated Number of Fully paid Ordinary shares as at period end ('000)	679,578	679,578

* After subdivision on 9th April ordinary shares increased from 226,526,153 to 679,578,459

20. Share Information

20.1 Net Assets Per Share

As at	Un Audited 30.06.2026 LKR	Audited 31.12.2025 LKR
Net Assets Per Share - Restated	24.68	24.49

20.2 Market Price Per Share

For the year ended 30 June	2026		2025	
	LKR	Date	LKR	Date
Highest Price	56.00	23.04.2026	79.20	29.04.2025
Lowest Price	42.50	09.06.2026	66.10	07.04.2025
Closing Price	45.00	30.06.2026	78.10	30.06.2025
Market Capitalization		30,581,030,655		17,691,692,549
Float Adjusted Market capitalization		6,107,585,625		3,533,351,388

Notes to the Financial Statements

21. Twenty Largest Shareholders as at 30 June 2026

	Name of Shareholder	No of Shares	%
1	Janashakthi Limited	504,433,491	74.24%
2	First Capital Limited	39,298,413	5.77%
3	Mr. Y.S.H.I. Silva	21,844,716	3.21%
4	Seylan Bank Plc/S.R. Fernando	10,719,527	1.58%
5	Perera And Sons Bakers Pvt Limited	5,000,000	0.74%
6	Hatton National Bank Plc/Sri Dhaman Rajendram Arudpragasam	4,889,102	0.72%
7	Assetline Finance Ltd / Suhada Gas Distributors (Private) Limited	3,585,496	0.53%
8	Mr. B.C.H. Mendis	2,220,000	0.33%
9	Mrs. M. Mathews	1,530,000	0.23%
10	Mr. N. Balasingam	1,477,800	0.22%
11	Devi Holding (Pvt) Ltd	1,425,000	0.21%
12	Dialog Finance Plc/Fors Investment (Private) Limited	1,394,810	0.21%
13	Mr. M.B. Herath	1,350,000	0.20%
14	Mr. W.K.G.N. Perera	1,275,000	0.19%
15	Mr. G.H.S. Kumara	1,140,086	0.17%
16	Mr. J.D. Bandaranayake	1,500,000	0.22%
17	Mr. P. Vijendran	1,050,000	0.15%
18	Mrs. S. Vasudevan	903,237	0.13%
19	Mr. T. Amirthalingam	750,000	0.11%
20	Mr. S.M.P.B. Samarapperuma	723,825	0.11%
		606,510,503	89.27%
		73,067,956	10.73%
		679,578,459	100%

22. Public Shareholding

For the Quarter ended 30 June	2026		2025	
	No of Shares	%	No of Shares	%
Public Shareholding	135,724,125	19.97%	45,241,375	19.97%
Number of shareholders representing the public holding	8,717		5,221	

23. Directors' Shareholding

For the Quarter ended 30 June	2026 No of Shares	2025 No of Shares
Ms. A.H.W. Senanayake (Chairperson)	-	-
Mr. P.A. Schaffter (Deputy Chairman)	-	-
Ms. W.D. De Costa	-	-
Mr. R.N. Liyanage	-	-
Mr. N.C. De Mel	-	-
Mr. S.Renganathan	-	-
Mr. R.Schaffter	-	-
Mr. D.K.De Silva Wijeyeratne	-	-
Mr. G.D.Gunatilleke	-	-
Mr. Jerome Hasitha Leanage	-	-
Mr. Hugh Edward Terry	-	-

Notes to the Financial Statements

24. High level impact assessment on SLFRS 17 & SLFRS 9

Expected SLFRS 17 implementation impact assessment on Financial Statements & Impact to CSM

Expected Impact on Financial Statements	
High impact (fundamental change in measurement & profit emergence)	
Moderate impact (measurement changes, timing differences)	
Low / Presentation change only	
No significant impact expected	

Coceptual CSM	
Direct	
Indirect	
No Impact	

24.1 Statement of Financial Position

Line Item	Line item under SLFRS 17	30/06/2026 (LKR Mn)	Category	Impact summary	Expected Impact
Property, plant and equipment	Property, plant and equipment	400	Assets	Outside SLFRS 17 scope	
Right of use assets	Right of use assets	315	Assets	Outside SLFRS 17 scope	
Investment Property	Investment Property	1,966	Assets	Outside SLFRS 17 scope	
Intangible assets	Intangible assets	84	Assets	Outside SLFRS 17 scope	
Investment In Associate	Investment In Associate	3,851	Assets	Outside SLFRS 17 scope	
Financial Investments	Financial Investments	31,941	Assets	Classification change and ECL impact	
Loans to life policyholders	Insurance Contract Liabilities	351	Assets	Eliminated and included within fulfilment cash flows under ICL	
Reinsurance Receivables	Reinsurance contract asset	60	Assets	Recognized as a reinsurance contract asset measured separately, including its own CSM component	
Premium receivables	Insurance Contract Liabilities	499	Assets	Eliminated and included within fulfilment cash flows under ICL	
Other assets	Other Receivables	885	Assets	Outside SLFRS 17 scope	
Cash and cash equivalents	Cash and cash equivalents	790	Assets	Outside SLFRS 17 scope	
Stated Capital	Stated Capital	4,854	Equity	Outside SLFRS 17 scope	
Restricted Regulatory Reserve	Equity	1,796	Equity	No direct impact from SLFRS 17	
Revenue Reserves	Equity	10,121	Equity	Opening retained earnings adjusted on transition	
Insurance Liability - Life	Insurance Contract Liabilities	19,608	Liabilities	Replaced by the sum of Fulfilment Cash Flows, Risk Adjustment, and the CSM	
Retirement Benefit Obligation	Employee benefit liabilities	110	Liabilities	Outside SLFRS 17 scope	
Long Term Borrowings	Loans and borrowings	1,352	Liabilities	Outside SLFRS 17 scope	
Reinsurance Creditors	Reinsurance contract liabilities	149	Liabilities	Recognized as a reinsurance contract asset measured separately, including its own CSM component	
Lease Creditors	Lease Creditors	375	Liabilities	No direct impact from SLFRS 17	
Other Liabilities	Other Liabilities	2,669	Liabilities	No significant impact from SLFRS 17	
Bank overdraft	Other liabilities	110	Liabilities	Outside SLFRS 17 scope	

24.2 Statement of Profit or Loss

Line Item	New line item under SLFRS 17	30/06/2026 (LKR Mn)	Explanation	Expected Impact	Conceptual impact on CSM
Gross Written Premium (GWP)	Considered under Insurance Contract Liability (LRC)	5,112	Replaced by insurance revenue recognized as coverage is provided, with movements reflected in the LRC.		
Premiums ceded to reinsurers	Net income/(expense) from reinsurance contracts held	(211)	Recognized separately as reinsurance contracts held, with a separate reinsurance result presented within (or alongside) the Insurance Service Result		
Investment Income/Realised Gains/ (Loss)/Fair Value Gains/ (Losses)	Insurance finance income/ expense	1,328	Replaced (in the insurance result) by insurance finance income/expenses, presented separately from the Insurance Service Result. Investment returns on assets continue to be presented as investment income under SLFRS 9/LKAS 1		
			Represents the effect of the time value of money and financial risks on insurance contract liabilities, including the unwinding of discount and the impact of changes in discount rates. Presented separately from the Insurance Service Result to distinguish underwriting performance from financing effects. Depending on the accounting policy election, part of this amount may be recognized in OCI.		
Other Operating Revenue	Other income	84	Directly recognised in profit or loss		
Net Benefits and Claims	Included within insurance service expenses (incurred claims) / LIC movement	(2,241)	Replaced by incurred claims and other insurance service expenses recognised in the period; claim payments are reflected through movements in the LIC.		
(Increase)/Decrease in Life Insurance Fund	Replaced by CSM release, risk adjustment release and fulfilment cash flow movements	(1,100)	Replaced by the release of the CSM and Risk Adjustment for services provided, and by insurance service expenses reflecting fulfilment cash flows relating to current-period incurred claims and expenses.		
Underwriting and net acquisition cost	Deferred acquisition cash flows	(1,410)	Deferred and recognised over coverage period		
Other expenses - Non directly attributable	Operating and Administrative Expenses	(1,012)	Directly recognised in profit or loss		
Share of Profit of Equity Accounted Investee	Share of Profit of Equity Accounted Investee	(288)	Outside SLFRS 17 scope		
Profit/(Loss) before Taxation	No structural change	271	Profit recognition is smoother over the coverage period due to the release of the CSM.		
Earnings per Share (LKR)	No structural change	0.19	Due to the profit emergence pattern		

24.3 Statement of Other Comprehensive Income (OCI)

Line Item	New line item under SLFRS 17	30/06/2026 (LKR Mn)	Explanation	Expected Impact	Conceptual impact on CSM
Investment related OCI adjustments	No change	22.70	No change. OCI relating to investment assets continues to be recognised in accordance with SLFRS 9.		
Other OCI adjustments	No change	-	Other OCI components continue to be recognised in accordance with the applicable accounting standards.		

JANASHAKTHI INSURANCE PLC
Corporate Information



Name of Company
Janashakthi Insurance PLC

Legal Form
Incorporated as a Public Company on 28th August 1992 under the provisions of the Companies Act No.17 of 1982. Subsequently re-registered under the Companies Act No.7 of 2007 on 6th May 2008.

Insurance Company licensed by the Insurance Board of Sri Lanka in terms of Section 113 (2) (a) of the Regulation of Insurance Industry Act No.43 of 2000 on 1st January 2002.

Company Registration No.
PB 307 / PQ

Registered Office of the Company
1st Floor, Bishop's Gate Building,
#338, T.B.Jayah Mawatha,
Colombo 10,
Sri Lanka.
P.O. Box 1672

Contact Details
Telephone Number: +94 11 2636636
Fax Number: +94 11 2094019
E-mail: insurance@janashakthi.com
Corporate Website: http://www.janashakthi.com

Board of Directors
Ms. Annika Senanayake
(Independent Non-Executive Director/ Chairperson)
Mr. Prakash Schaffter
(Non- Independent Executive Director/ Deputy Chairman)
Mr. S. Renganathan
(Independent Non-executive Director)
Mr. R. N. Liyanage
(Non-Independent Executive Director/ Chief Executive Officer)
Ms. Warini De Costa
(Independent Non-Executive Director)
Dr. N.C. De Mel
(Independent Non-Executive Director)
Mr. Ramesh Schaffter
(Non Independent Non-Executive Director)
Dr. Gehan Gunatilleke
(Independent Non-Executive Director)
Mr. Dilip De S. Wijeyeratne
(Independent Non-Executive Director)
Mr. Jerome Hasitha Leanage
(Independent Non-Executive Director)
Mr. Hugh Edward Terry
(Independent Non-Executive Director)

Chief Executive Officer
Mr. R. N. Liyanage

Steering Committee
Mr. R.N. Liyanage
Mrs. Namalee A. Silva
Mr. Jude Shanmugam
Mr. Shankar Dhamarathne
Mr. Jude Silva
Mr. Danushka Samarasinghe
Mr. Sujeeva Fernando
Mrs. Kaumalee Amaradiwakara

Stock Exchange Listing
The Shares of the Company are listed on the Colombo Stock Exchange (CSE), Diri Savi Board.

Company Registrar
SSP Corporate Services (Private) Limited
No.101, Inner Flower Road,
Colombo 03,
Sri Lanka.
Tel: +94 11 2573894

Company Secretaries
Janashakthi Corporate Services Limited
Level 39
No. 324, Havelock Road
Colombo 06
Tel: +94 11 2145030


JANASHAKTHI
Life