

# Illuminating



JANASHAKTHI  
Life

**JXG**  
JANASHAKTHI GROUP

**Janashakthi Insurance PLC**  
**Interim Condensed Financial Statements**  
**For the Period Ended 31 December 2024**



## STATEMENT OF FINANCIAL POSITION

| As at  | Note | Un Audited<br>31.12.2024<br>LKR '000 | Audited<br>31.12.2023<br>LKR '000 |
|--|------|--------------------------------------|-----------------------------------|
| <b>Assets</b>                                  |      |                                      |                                   |
| Property, Plant and Equipment                  |      | 296,545                              | 220,078                           |
| Right of Use Assets                            | 6    | 250,887                              | 232,200                           |
| Investment Property                            |      | 1,950,668                            | 2,049,537                         |
| Intangible Assets                              |      | 56,856                               | 49,846                            |
| Investment In Associate                        | 7    | 4,576,848                            | 3,754,587                         |
| Financial Investments                          | 14   | 29,021,905                           | 28,240,640                        |
| Loans to Life Policyholders & Others           |      | 282,251                              | 272,714                           |
| Reinsurance Receivable                         |      | 19,621                               | 26,814                            |
| Premium Receivables                            |      | 320,075                              | 268,203                           |
| Other Assets                                   |      | 674,592                              | 724,021                           |
| Cash and cash equivalents                      |      | 456,187                              | 353,570                           |
| <b>Total Assets</b>                            |      | <b>37,906,435</b>                    | <b>36,192,210</b>                 |
| <b>Equity and Liabilities</b>                  |      |                                      |                                   |
| <b>Equity</b>                                  |      |                                      |                                   |
| Stated Capital                                 |      | 4,853,752                            | 4,853,752                         |
| Restricted Regulatory Reserve                  |      | 1,795,829                            | 1,795,829                         |
| Available For Sale Reserve - Shareholder funds |      | 57,541                               | 515,466                           |
| Revenue Reserves                               |      | 8,949,070                            | 8,426,870                         |
| <b>Total Equity</b>                            |      | <b>15,656,191</b>                    | <b>15,591,917</b>                 |
| <b>Liabilities</b>                             |      |                                      |                                   |
| Insurance Liability - Life                     | 13.1 | 17,958,830                           | 14,544,804                        |
| Retirement Benefit Obligation                  |      | 81,534                               | 64,446                            |
| Long Term Borrowings                           |      | 2,163,566                            | 2,705,411                         |
| Reinsurance Creditors                          |      | 70,983                               | 276                               |
| Lease Creditors                                | 15   | 299,778                              | 262,115                           |
| Other Liabilities                              |      | 1,634,062                            | 2,195,468                         |
| Short Term Borrowings                          |      | -                                    | 624,716                           |
| Bank Overdraft                                 |      | 41,491                               | 203,057                           |
| <b>Total Liabilities</b>                       |      | <b>22,250,244</b>                    | <b>20,600,293</b>                 |
| <b>Total Equity and Liabilities</b>            |      | <b>37,906,435</b>                    | <b>36,192,210</b>                 |

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  
.....  
Prakash Schaffter  
Deputy Chairman  
Colombo  
Feb 13 2025

Signed  
.....  
R.N.Liyanage  
Director/ Chief Executive Officer



## INCOME STATEMENT

| For the Period Ended 31 December  | Note | Un Audited<br>2024<br>LKR '000 | Audited<br>2023<br>LKR '000 |
|---|------|--------------------------------|-----------------------------|
| <i>Gross Written Premium</i>  | 16   | 6,596,000                      | 4,584,822                   |
| <i>Premium Ceded to Reinsurers</i>  |      | (249,286)                      | (220,183)                   |
|   |      | <u>6,346,714</u>               | <u>4,364,639</u>            |
| <i>Other Revenue</i>  |      |                                |                             |
| <i>Fee and Commission Income</i>  |      | 21,705                         | 31,634                      |
| <i>Investment Income</i>  |      | 3,720,321                      | 4,594,188                   |
| <i>Realised Gains/ (Loss)</i>   |      | 1,446,063                      | (117,130)                   |
| <i>Fair Value Gains/ (Losses)</i>   |      | 1,707,749                      | 4,756,439                   |
| <i>Other Operating Revenue</i>  |      | 259,737                        | 31,031                      |
| <i>Total Other Revenue</i>  |      | <u>7,155,575</u>               | <u>9,296,162</u>            |
| <br><i>Net Income</i>   |      | <br><u>13,502,289</u>          | <br><u>13,660,800</u>       |
| <br><i>Benefits and Claims</i>  |      |                                |                             |
| <i>Net Benefits and Claims</i>  |      | (3,950,242)                    | (3,411,483)                 |
| <i>(Increase)/Decrease in Life Insurance Fund</i>                           |      | (3,303,905)                    | (2,502,624)                 |
| <i>Underwriting &amp; Net Acquisition Cost</i>                              |      | (1,629,538)                    | (1,162,592)                 |
| <i>Total Benefits, Claims and Net Acquisition Cost</i>                      |      | <u>(8,883,685)</u>             | <u>(7,076,699)</u>          |
| <br><i>Other Expenses</i>   |      |                                |                             |
| <i>Operating and Administrative Expenses</i>                                |      | (1,406,841)                    | (1,224,805)                 |
| <i>Finance Cost</i>   |      | (352,305)                      | (108,567)                   |
| <i>Total Other Expenses</i>   |      | <u>(1,759,146)</u>             | <u>(1,333,373)</u>          |
| <br><i>Share of Profit of Equity Accounted Investee</i>                     |      | <br>1,336,611                  | <br>-                       |
| <br><i>Profit/(Loss) before Taxation</i>                                    |      | <br><u>4,196,069</u>           | <br><u>5,250,728</u>        |
| <i>Income Tax Expense</i>   |      | (670,341)                      | (1,115,900)                 |
| <i>Profit/(Loss) for the Period</i>   |      | <u>3,525,728</u>               | <u>4,134,828</u>            |
| <br><i>Profit/(Loss) attributable to:<br/>Equity holders of the Company</i> |      | <br><u>3,525,728</u>           | <br><u>4,134,828</u>        |
| <br><i>Basic Earning per Share (LKR)</i>                                    |      | <br><u>15.56</u>               | <br><u>18.25</u>            |



## STATEMENT OF COMPREHENSIVE INCOME

| <i>For the Period Ended 31 December</i>  | <i>Note</i> | <i>Un Audited<br/>2024<br/>LKR '000</i> | <i>Audited<br/>2023<br/>LKR '000</i> |
|--|-------------|---|--------------------------------------|
| <i>Profit/(Loss) for the Period</i>  |             | <u>3,525,728</u>                        | <u>4,134,828</u>                     |
| <i>Other Comprehensive Income/(Loss)</i>   |             |   |                                      |
| <i>Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Shareholders</i> |             | 381,116                                 | 392,137                              |
| <i>Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Life fund</i>    |             | 110,121                                 | 379,268                              |
| <i>Share of OCI from equity accounted Investee (Net of Tax)</i>  |             | (8,340)                                 | -                                    |
| <i>Available for Sale Financial Assets transferred to Statement of Profit or Loss</i>                            |             | <u>(834,229)</u>                        | <u>273,442</u>                       |
| <i>Total Other Comprehensive Income/(Loss)</i>   |             | <u>(351,332)</u>                        | <u>1,044,847</u>                     |
| <i>Total comprehensive Income/(Loss) for the Period, Net of Tax</i>  |             | <u>3,174,396</u>                        | <u>5,179,675</u>                     |
| <i>Total Comprehensive Income/(Loss) attributable to:<br/>Equity holders of the Company</i>                      |             | <u>3,174,396</u>                        | <u>5,179,675</u>                     |



## STATEMENT OF CHANGES IN EQUITY

|   | Stated Capital | Restricted Regulatory Reserve | Revenue Reserves  |  |             | Total       |
|---|----------------|-------------------------------|-------------------|--|-------------|-------------|
|   |                |                               | Retained Earnings | Available-for-sale Financial Assets - SH | Total       |             |
|   | LKR '000       | LKR '000                      | LKR '000          | LKR '000                                 | LKR '000    | LKR '000    |
| <i>Audited Balance as at 31 December 2022</i>   | 4,853,752      | 1,795,829                     | 4,892,336         | (150,113)                                | 4,742,223   | 11,391,804  |
| <i>Profit/ (Loss) for the Period</i>  | -              | -                             | 4,134,828         | -  | 4,134,828   | 4,134,828   |
| <i>Other Comprehensive Income / (Loss)</i>  |                |                               |                   |  |             | -           |
| <i>Net Change in Fair Value of Available For Sale Financial Assets</i>                              | -              | -                             | -                 | 392,137                                  | 392,137     | 392,137     |
| <i>Net Change in Available for Sale Financial Assets transferred to Statement of Profit or Loss</i> | -              | -                             | -                 | 273,442                                  | 273,442     | 273,442     |
| <i>Actuarial loss on Defined Benefit Plans Transferred to Life Insurance Fund</i>                   | -              | -                             | (4,207)           | -  | (4,207)     | (4,207)     |
| <i>Total Comprehensive Income for the Period, Net of Tax</i>  | -              | -                             | -                 | 665,579                                  | 665,579     | 665,579     |
| <i>Transactions with owners recorded directly in equity</i>   |                |                               |                   |  |             |             |
| <i>Dividend Paid to equity holders for 2022</i>   | -              | -                             | (600,294)         | -  | (600,294)   | (600,294)   |
| <i>Audited Balance as at 31 December 2023</i>   | 4,853,752      | 1,795,829                     | 8,426,870         | 515,467                                  | 8,942,336   | 15,591,917  |
| <i>Profit for the Period</i>  | -              | -                             | 3,525,728         | -  | 3,525,728   | 3,525,728   |
| <i>Other Comprehensive Income / (Loss)</i>  |                |                               |                   |  |             | -           |
| <i>Net Change in Fair Value of Available For Sale Financial Assets</i>                              | -              | -                             | -                 | 381,116                                  | 381,116     | 381,116     |
| <i>Net Change in Available for Sale Financial Assets transferred to Statement of Profit or Loss</i> | -              | -                             | -                 | (834,229)                                | (834,229)   | (834,229)   |
| <i>Share Of Other Comprehensive Income From Equity Accounted Investee</i>                           | -              | -                             | (3,528)           | (4,813)                                  | (8,340)     | (8,340)     |
| <i>Total Comprehensive Income/(Loss) for the Period, Net of Tax</i>                                 | -              | -                             | (3,528)           | (457,926)                                | (461,453)   | (461,453)   |
| <i>Transactions with owners recorded directly in equity</i>   |                |                               |                   |  |             |             |
| <i>Dividend Paid to equity holders for 2023</i>   | -              | -                             | (3,000,000)       | -  | (3,000,000) | (3,000,000) |
| <i>Unaudited Balance as at 31 December 2024</i>   | 4,853,752      | 1,795,829                     | 8,949,070         | 57,541                                   | 9,006,611   | 15,656,191  |



## INCOME STATEMENT

| For Three Months Ended 31 December  | Note | Un Audited<br>2024<br>LKR '000 | Audited<br>2023<br>LKR '000 |
|---|------|--------------------------------|-----------------------------|
| <i>Gross Written Premium</i>  |      | 1,703,603                      | 1,286,293                   |
| <i>Premium Ceded to Reinsurers</i>  |      | (74,584)                       | (59,856)                    |
|   |      | <u>1,629,019</u>               | <u>1,226,437</u>            |
| <i>Other Revenue</i>  |      |                                |                             |
| <i>Fee and Commission Income</i>  |      | 15,955                         | 7,839                       |
| <i>Investment Income</i>  |      | 865,642                        | 1,024,725                   |
| <i>Realised Gains</i>   |      | 1,079,353                      | 284,619                     |
| <i>Fair Value Gains/ (Losses)</i>   |      | 1,732,886                      | (242,909)                   |
| <i>Other Operating Revenue</i>  |      | 75,657                         | 8,342                       |
| <i>Total Other Revenue</i>  |      | <u>3,769,493</u>               | <u>1,082,616</u>            |
| <br><i>Net Income</i>   |      | <br><u>5,398,512</u>           | <br><u>2,309,053</u>        |
| <br><i>Benefits and Claims</i>  |      |                                |                             |
| <i>Net Benefits and Claims</i>  |      | (823,694)                      | (974,626)                   |
| <i>(Increase)/Decrease in Life Insurance Fund</i>                           |      | (1,590,419)                    | 2,577,417                   |
| <i>Underwriting &amp; Net Acquisition Cost</i>                              |      | (531,116)                      | (418,216)                   |
| <i>Total Benefits, Claims and Net Acquisition Cost</i>                      |      | <u>(2,945,229)</u>             | <u>1,184,575</u>            |
| <br><i>Other Expenses</i>   |      |                                |                             |
| <i>Operating and Administrative Expenses</i>                                |      | (385,934)                      | (565,827)                   |
| <i>Finance Cost</i>   |      | (78,184)                       | (26,502)                    |
| <i>Total Other Expenses</i>   |      | <u>(464,118)</u>               | <u>(592,329)</u>            |
| <br><i>Share of Profit of Equity Accounted Investee</i>                     |      | <br>907,074                    | <br>-                       |
| <br><i>Profit/(Loss) before Taxation</i>                                    |      | <br><u>2,896,239</u>           | <br><u>2,901,299</u>        |
| <i>Income Tax Expense</i>   |      | (171,340)                      | (794,354)                   |
| <i>Profit/(Loss) for the Period</i>   |      | <u>2,724,899</u>               | <u>2,106,945</u>            |
| <br><i>Profit/(Loss) attributable to:<br/>Equity holders of the Company</i> |      | <br><u>2,724,899</u>           | <br><u>2,106,945</u>        |
| <br><i>Basic Earning per Share (LKR)</i>                                    |      | <br><u>12.03</u>               | <br><u>9.30</u>             |



## STATEMENT OF COMPREHENSIVE INCOME

| <i>For Three Months Ended 31 December</i>  | <i>Note</i> | <i>Un Audited<br/>2024<br/>LKR '000</i> | <i>Audited<br/>2023<br/>LKR '000</i> |
|--|-------------|---|--------------------------------------|
| <i>Profit/(Loss) for the Period</i>  |             | <u>2,724,899</u>                        | <u>2,106,945</u>                     |
| <i>Other Comprehensive Income/(Loss)</i>   |             |   |                                      |
| <i>Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Shareholders</i> |             | 392,318                                 | 7,946                                |
| <i>Net Changes in Fair Value of Investments classified as Available for Sale Financial Assets - Life fund</i>    |             | (1,414)                                 | 7,436                                |
| <i>Share of OCI from equity accounted Investee (Net of Tax)</i>  |             | -                                       | -                                    |
| <i>Available for Sale Financial Assets transferred to Statement of Profit or Loss</i>                            |             | <u>(834,229)</u>                        | <u>29,429</u>                        |
| <i>Total Other Comprehensive Income/(Loss)</i>   |             | <u>(443,326)</u>                        | <u>44,811</u>                        |
| <br><i>Total comprehensive Income/(Loss) for the Period, Net of Tax</i>  |             | <br><u>2,281,574</u>                    | <br><u>2,151,756</u>                 |
| <br><i>Total Comprehensive Income/(Loss) attributable to:<br/>Equity holders of the Company</i>                  |             | <br><u>2,281,574</u>                    | <br><u>2,151,756</u>                 |



## STATEMENT OF CASH FLOWS

| For the Period Ended 31 December                              | Note     | Un Audited<br>2024<br>LKR '000 | Audited<br>2023<br>LKR '000 |
|---|----------|--------------------------------|-----------------------------|
| <b>Direct Method</b>  |          |                                |                             |
| <b>Cash Flows From Operating Activities</b>                   |          |                                |                             |
| Premium Received from Customers                               |          | 6,544,129                      | 4,438,212                   |
| Reinsurance Premium Paid                                      |          | (25,823)                       | (87,447)                    |
| Claims Paid   |          | (3,821,587)                    | (3,443,465)                 |
| Reinsurance Receipt in Respect of Claims                      |          | 10,675                         | 124,746                     |
| Interest Received   |          | 2,030,354                      | 1,392,672                   |
| Dividends Received  |          | 89,409                         | 61,573                      |
| Other Operating Cash Receipts / (Payments)                    |          | 632,675                        | 1,467,987                   |
| <b>Cash Flows from Operating Activities</b>                   | <b>A</b> | <b>5,459,832</b>               | <b>3,954,278</b>            |
| Gratuity Paid   |          | (3,745)                        | (10,497)                    |
| Taxes Paid  |          | (1,215,444)                    | (182,293)                   |
| <b>Net Cash Generated From Operating Activities</b>           |          | <b>4,240,643</b>               | <b>3,761,489</b>            |
| <b>Cash Flows Used in Investing Activities</b>                |          |                                |                             |
| Net Change in Investments                                     |          | 81,111                         | (2,355,914)                 |
| Investment In Associate                                       |          | -                              | (3,754,587)                 |
| Dividend Received from Associate company                      |          | 506,009                        | -                           |
| Proceeds from Disposal of Investment property                 |          | 132,000                        | 84,072                      |
| Proceeds from disposal of PPE                                 |          | 1,200                          | -                           |
| Purchase of PPE, Intangible Assets and IP                     |          | (209,889)                      | (91,271)                    |
| <b>Net Cash Used in Investing Activities</b>                  |          | <b>510,431</b>                 | <b>(6,117,700)</b>          |
| <b>Net Cash Flows Before Financing Activities</b>             |          | <b>4,751,074</b>               | <b>(2,356,211)</b>          |
| <b>Cash Flows Used in Financing Activities</b>                |          |                                |                             |
| Proceeds from Borrowings                                      |          | 3,151,732                      | 4,239,102                   |
| Borrowing Repayments  |          | (4,318,293)                    | (1,221,512)                 |
| Rent Advance paid for Right of Use Assets                     |          | (10,920)                       | (22,136)                    |
| Interest Paid on Borrowings                                   |          | (309,411)                      | (80,896)                    |
| Dividend Paid   |          | (3,000,000)                    | (600,294)                   |
| <b>Net Cash Used in Financing Activities</b>                  |          | <b>(4,486,892)</b>             | <b>2,314,263</b>            |
| <b>Net Increase / (Decrease) in Cash and Cash Equivalents</b> | <b>B</b> | <b>264,183</b>                 | <b>(41,948)</b>             |

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



## STATEMENT OF CASH FLOWS

| For the Period Ended 31 December  | Note | Un Audited<br>2024<br>LKR '000 | Audited<br>2023<br>LKR '000 |
|---|------|--------------------------------|-----------------------------|
| <i>Cash Flows from Operating Activities</i>                               |      |                                |                             |
| Profit Before Tax   |      | 4,196,069                      | 5,250,728                   |
| Finance Cost  |      | 309,411                        | 80,896                      |
| (Profit)/Loss on Disposal of Property, Plant & Equipment                  |      | (1,200)                        | -                           |
| (Profit)/Loss on Disposal of Investment Property                          |      | -                              | 3,830                       |
| Available for Sale Financial Assets transferred to Income Statement       |      | (834,229)                      | 273,442                     |
| (Gain)/ Loss on Financial Investments                                     |      | (1,707,749)                    | (4,745,167)                 |
| Gain on Fair Valuation of Investment Properties                           |      | -                              | (11,272)                    |
| Provision for Retirement Benefit  |      | 20,833                         | 15,414                      |
| Depreciation and Amortisation Expenses                                    |      | 176,501                        | 197,041                     |
| Interest Expense on Operating Leases                                      |      | 42,894                         | 27,671                      |
| <i>Changes in Working Capital</i>   |      |                                |                             |
| (Increase)/Decrease in Premium and Other Receivables                      |      | (92,004)                       | 393,876                     |
| Increase/(Decrease) in Life Insurance Fund                                |      | 3,303,905                      | 2,502,624                   |
| Increase/(Decrease) in Creditors  |      | 45,400                         | (34,806)                    |
| <i>Net Cash Flows from Operating Activities</i>                           | A    | 5,459,832                      | 3,954,278                   |
| <i>Increase/(Decrease) in Cash and Cash Equivalents</i>                   |      |                                |                             |
| Cash in Hand and Balance at Bank  |      | 456,187                        | 353,570                     |
| Bank Overdrafts   |      | (41,491)                       | (203,057)                   |
| <i>Net Cash and Cash Equivalents at the end of the Period</i>             |      | 414,696                        | 150,513                     |
| <i>Net Cash and Cash Equivalents as at beginning of the Period</i>        |      | 150,513                        | 192,461                     |
| <i>Increase/(Decrease) in Cash and Cash Equivalents During the Period</i> | B    | 264,183                        | (41,948)                    |



## Notes to the Financial Statements

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### 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 No. 75, Kumaran Ratnam Road, Colombo 02. 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 31 December 2024 were authorised for issue by the Board of Directors on 13 February 2025.

### 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 2023. 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 2023.

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. The Company has used the above temporary exemption.



## Notes to the Financial Statements

### 6 Right of Use Assets

| As at   | Un Audited<br>31.12.2024<br>LKR '000 | Audited<br>31.12.2023<br>LKR '000 |
|---|--------------------------------------|-----------------------------------|
| <b>Cost of Right of Use Assets</b>  |                                      |                                   |
| Right of Use Assets (PV of Future Lease Payment) as at 1st January                | 207,736                              | 175,340                           |
| Opening Balance of Advance Payments for the Right of Use Assets as at 1st January | 24,464                               | 16,294                            |
| Additions of Right of Use Assets during the period                                | 93,261                               | 94,628                            |
| Advances Paid for Right of Use Assets during the period                           | 10,920                               | 22,136                            |
| <b>Total Cost of Right of Use Asset</b>   | <b>336,381</b>                       | <b>308,398</b>                    |
| <b>Accumulated Depreciation and Amortisation</b>                                  |                                      |                                   |
| Depreciation of Right of Use Assets   | 71,597                               | 62,232                            |
| Amortisation of Rent Advance for Right of Use Assets                              | 13,897                               | 13,966                            |
| <b>Total Accumulated Depreciation and Amortisation</b>                            | <b>85,494</b>                        | <b>76,198</b>                     |
| <b>Net Right of Use Assets</b>  | <b>250,887</b>                       | <b>232,200</b>                    |

### 7 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.

|   | Un Audited<br>LKR '000 |
|---|------------------------|
| Balance as of 01 January 2024   | 3,754,587              |
| Share of profit of equity accounted investee                              | 1,336,611              |
| Share of other comprehensive income / (loss) of equity accounted investee | (8,340)                |
| Dividend Received   | (506,009)              |
| Balance as of 31 December 2024  | <b>4,576,848</b>       |

### 8. 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.



## Notes to the Financial Statements

### 9. 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 31 st December 2024 the company has met governance requirements as per IRCSL.

| <b>Restricted Regulatory Reserve</b>      | <b>LKR '000</b>  |
|---|------------------|
| Balance as at 31 December 2023            | 1,795,829        |
| Transfers/Distributions During the Period | -                |
| <b>Balance as at 31 December 2024</b>     | <b>1,795,829</b> |

### 10. Profits From Life Insurance

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

### 12. Liability Adequacy Test / LAT

The Liability Adequacy Test in respect of Insurance Provisions of Life as required by SLFRS 4 - was performed as at 31 December 2023. The Liability Adequacy Test for 2024 is currently undergoing.

### 13. Insurance Contract Liability - Life

| <b>As at</b>          | <b>Un Audited</b> | <b>Audited</b>    |
|-----------------------|-------------------|-------------------|
|                       | <b>31.12.2024</b> | <b>31.12.2023</b> |
|                       | <b>LKR '000</b>   | <b>LKR '000</b>   |
| Insurance Fund - Life | 17,958,830        | 14,544,804        |
| Claims Outstanding    | 589,640           | 473,904           |
|                       | <b>18,548,471</b> | <b>15,018,708</b> |

#### 13.1 Movement of the Insurance Liability - Life

| <b>As at</b>  | <b>Un Audited</b> | <b>Audited</b>    |
|---|-------------------|-------------------|
|   | <b>31.12.2024</b> | <b>31.12.2023</b> |
|   | <b>LKR '000</b>   | <b>LKR '000</b>   |
| <b>Insurance Fund - Life</b>  |                   |                   |
| Balance as at 1 January   | 14,696,263        | 12,193,639        |
| Increase/(Decrease) in Insurance Liability - Life before Surplus distribution to Shareholders | 3,303,905         | 5,083,016         |
| Actuarial Losses on Defined Benefit Plans   | -                 | (4,207)           |
| Surplus distributed to Shareholders   | -                 | (2,576,185)       |
| <b>Balance as at end of the period</b>  | <b>18,000,168</b> | <b>14,696,263</b> |
| <b>AFS Reserves - Policyholders</b>   |                   |                   |
| Balance as at 1 January   | (151,459)         | (530,727)         |
| Net Change in AFS Reserve   | 110,121           | 379,268           |
| <b>Balance as at end of the period</b>  | <b>(41,338)</b>   | <b>(151,459)</b>  |
| <b>Insurance Fund balance as at period end including AFS Reserve</b>                          | <b>17,958,830</b> | <b>14,544,804</b> |

#### 13.2 Surplus Transfer

Surplus generated from the Policy holder book will be transferred once the appointed actuary certifies the surplus based on the audited accounts for 2024. This process is currently undergoing.



## Notes to the Financial Statements

### 14 Financial Investments

| As at   | Un Audited<br>31.12.2024<br>LKR '000 | Audited<br>31.12.2023<br>LKR '000 |
|---|--------------------------------------|-----------------------------------|
| Loans and Receivables (L&R)                                   | 5,775,479                            | 8,048,870                         |
| Available For Sale Financial Assets (AFS)                     | 1,565,451                            | 4,239,216                         |
| Financial Assets at Fair Value Through Profit or Loss (FVTPL) | 21,680,974                           | 15,952,554                        |
|   | <u>29,021,905</u>                    | <u>28,240,640</u>                 |

### 15 Lease Creditors

| As at  | Un Audited<br>31.12.2024<br>LKR '000 | Audited<br>31.12.2023<br>LKR '000 |
|--|--------------------------------------|-----------------------------------|
| Lease creditor as at 1 January                       | 262,115                              | 232,852                           |
| Addition to the lease creditor during the period     | 93,261                               | 94,628                            |
| Interest Expense of lease creditor during the period | 42,894                               | 27,671                            |
| Rental paid for lease creditor during the period     | (98,493)                             | (93,036)                          |
|  | <u>299,778</u>                       | <u>262,115</u>                    |

### 16 Gross Written Premium

| For the Period Ended 31 December | Un Audited<br>2024<br>LKR '000 | Audited<br>2023<br>LKR '000 |
|----------------------------------|--------------------------------|-----------------------------|
| <i>Life Insurance</i>            |                                |                             |
| First Year Premium               | 4,287,681                      | 2,627,339                   |
| Renewal Premium                  | 2,308,320                      | 1,957,483                   |
| <b>Total Life Premium</b>        | <u>6,596,000</u>               | <u>4,584,822</u>            |

### 17. 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 2023.

### 18. Contingent Liabilities

The nature of the Contingent Liabilities that was disclosed in the Audited Financial Statements for the year ended 31 December 2023, did not change significantly during the year.

### 19. 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

### 20. Stated Capital

| As at 31 December  | Un Audited<br>2024<br>LKR '000 | Audited<br>2023<br>LKR '000 |
|--|--------------------------------|-----------------------------|
| Stated Capital of the Company                              | 4,853,752                      | 4,853,752                   |
| Number of Fully paid Ordinary shares as at year end ('000) | <u>226,526</u>                 | <u>226,526</u>              |

### 21. Share Information

#### 21.1 Net Assets Per Share

| As at 31 December    | Un Audited<br>2024<br>LKR | Audited<br>2023<br>LKR |
|----------------------|---------------------------|------------------------|
| Net Assets Per Share | <u>69.11</u>              | <u>68.83</u>           |

#### 21.2 Market Price Per Share

| For the year ended 31 December       | 2024           |            | 2023          |            |
|--------------------------------------|----------------|------------|---------------|------------|
|                                      | LKR            | Date       | LKR           | Date       |
| Highest Price                        | 57.40          | 26.12.2024 | 55.00         | 06.09.2023 |
| Lowest Price                         | 32.10          | 26.01.2024 | 23.40         | 07.06.2023 |
| Closing Price                        | 55.00          | 31.12.2024 | 38.50         | 29.12.2023 |
| Market Capitalization                | 12,458,938,415 |            | 8,721,256,891 |            |
| Float Adjusted Market capitalization | 2,488,275,625  |            | 1,741,504,188 |            |



## Notes to the Financial Statements

### 20. Twenty Largest Shareholders as at 31 December 2024

| Name of Shareholder   | No of Shares       | %             |
|---|--------------------|---------------|
| 1 Janashakthi Limited   | 168,144,497        | 74.23%        |
| 2 First Capital Limited                                       | 13,099,471         | 5.78%         |
| 3 Mr. Y.S.H.I. Silva  | 7,281,572          | 3.21%         |
| 4 J.B. Cocoshell (Pvt) Ltd                                    | 1,756,751          | 0.78%         |
| 5 Perera And Sons Bakers Pvt Limited                          | 1,500,000          | 0.66%         |
| 6 Mr. G.B.D. Thilakaratne                                     | 1,100,000          | 0.49%         |
| 7 Seylan Bank Plc/S.R. Fernando                               | 1,081,311          | 0.48%         |
| 8 Mr. M.A. Jafferjee  | 801,561            | 0.35%         |
| 9 Mr. B.C.H. Mendis   | 740,000            | 0.33%         |
| 10 Mr. G.S.N. Peiris  | 712,906            | 0.31%         |
| 11 Mr. K.R.E.M.D.M.B. Jayasundara                             | 700,000            | 0.31%         |
| 12 Mr. S. Senthilnathan                                       | 600,000            | 0.26%         |
| 13 Mr. K.A.R. Ranasinghe                                      | 550,000            | 0.24%         |
| 14 Mrs.. M. Mathews   | 510,000            | 0.23%         |
| 15 Hatton National Bank Plc/Sri Dhaman Rajendram Arudpragasam | 500,000            | 0.22%         |
| 16 Mr. N. Balasingam  | 492,600            | 0.22%         |
| 17 Merchant Bank Of Sri Lanka Ltd/C. Sathkumara               | 458,659            | 0.20%         |
| 18 Mr. M.B. Herath  | 450,000            | 0.20%         |
| 19 Deutsche Bank Ag-Namal Growth Fund                         | 436,510            | 0.19%         |
| 20 Dialog Finance Plc/Fors Investment (Private) Limited       | 403,500            | 0.18%         |
|   | <u>201,319,338</u> | <u>88.87%</u> |
|   | <u>25,206,815</u>  | <u>11.13%</u> |
|   | <u>226,526,153</u> | <u>100%</u>   |

### 21. Public Shareholding

| For the Quarter ended 31 December                      | 2024         |        | 2023         |        |
|--|--------------|--------|--------------|--------|
|  | No of Shares | %      | No of Shares | %      |
| Public Shareholding                                    | 45,241,375   | 19.97% | 45,233,875   | 19.97% |
| Number of shareholders representing the public holding | 5,221        |        | 4,281        |        |

### 22. Directors' Shareholding

| For the Quarter ended 31 December                              | 2024         | 2023         |
|--|--------------|--------------|
|  | No of Shares | No of Shares |
| Ms. A.H.W. Senanayake (Chairperson) appointed W.E.F 01.01.2025 | -            | -            |
| 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  | -            | -            |

**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**  
No. 75, Kumaran Ratnam Road,  
Colombo 02,  
Sri Lanka.  
P.O Box 1672

**Contact Details**  
Telephone Number: +94 11 2636636  
Fax Number: +94 11 2094019  
E-mail: [insurance@janashakthi.com](mailto:insurance@janashakthi.com)  
Corporate Website: <http://www.janashakthi.com>

**Board of Directors**  
Ms. Annika Senanayake  
(Independent Non-Executive Director/  
appointed as Chairperson w.e.f. 1st January 2025)  
Mr. Prakash Schaffter  
(Non- Independent Executive Director/ Deputy Chairman )  
Mr. S. Renganathan  
(Independent Non-executive Director /  
Ceased to be the Senior Independent Director w.e.f. 1st January 2025)  
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)



**Chief Executive Officer**  
Mr. R. N. Liyanage

**Corporate Management Team**  
Mr. R. N. Liyanage  
Mr. Niranjan Thangarajah  
Mr. K. V. Kuganathan  
Mr. Nilanga Wickramasinghe  
Mr. Rehen Gunawardena  
Mr. H. E. T. Sampath  
Mr. Danushka Samarasinghe  
Mr. Jude Silva  
Mr. Jude Shanmugam

**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*