



Pan Asia Bank records 3.59 billion rupees PAT as assets grow 22 percent in nine months of 2026



B. D. A. Perera, Chairman, Pan Asia Bank and Naleen Edirisinghe, Director/CEO, Pan Asia Bank.

Pan Asia Banking Corporation reported a strong financial performance for the first nine months of 2026, recording a Profit After Tax (PAT) of 3.59 billion rupees, a 19 percent increase compared to the corresponding period last year.

The growth was supported by expansion in lending, deposits and fee-based income, alongside improvements in asset quality.

Total assets increased by 22 percent to 374.45 billion rupees, approaching the 375 billion rupees milestone, reflecting sustained business momentum, strengthening customer relationships and prudent balance sheet management. Net Interest Income rose 12 percent to 10.68 billion rupees, driven by lending portfolio expansion and higher business volumes.

Net Fee and Commission Income increased 17 percent to 2.18 billion rupees,

supported by stronger trade finance activity, increased card usage and higher transaction volumes.

Operating Profit before Taxes on Financial Services reached 6.24 billion rupees, an increase of nine percent, while Earnings Per Share improved by 19 percent to 8.12 rupees.

The Bank’s net loans and advances grew 17 percent to 243.45 billion rupees, supported by demand from corporate, SME and retail customers. Customer deposits increased 19 percent to 274.89 billion, reflecting continued customer confidence and strengthening the Bank’s funding base.

Asset quality improved during the period, with the Gross Stage 3 Loan Ratio declining to 3.67 from 4.62 percent, while the Net Stage 3 Loan Ratio improved to 1.44 percent from 1.73 percent. The Stage 3 Provision Coverage Ratio stood at 60.87 percent, reflecting prudent provisioning and risk management. Management attributed these improvements to stronger credit underwriting, proactive portfolio monitoring, focused recovery initiatives and favourable macroeconomic conditions. Lower impairment charges further supported earnings growth.

Despite pressure on treasury-related income following rising government securities yields, the Bank maintained profitability through its diversified revenue streams and expanding core banking operations.

The Net Interest Margin stood at 4.16 percent, while Return on Assets (before tax) reached 1.83 percent and Return on Equity stood at 15.25 percent, demonstrating the Bank’s ability to generate returns while maintaining financial stability.

Pan Asia Bank continued investing in digital transformation, technology and operational improvements to enhance efficiency and customer experience. Although these initiatives contributed to higher operating expenses, they remain central to the Bank’s long-term growth strategy.Capital and liquidity positions remained above regulatory requirements. The Common Equity Tier 1 and Tier 1 Ratios stood at 14.34 percent, while the Total Capital Ratio reached 15.67 percent. The All Currency Liquidity Coverage Ratio was 138.98 percent, the Rupee Liquidity Coverage Ratio 138.92 percent, and the Net Stable Funding Ratio 119.14 percent.

B. D. A. Perera, Chairman stated that the results reflected the Bank’s strong governance framework, disciplined strategic direction and prudent management of

shareholder capital. He emphasized that improving asset quality, balance sheet expansion and robust capital buffers provide a foundation for sustainable growth.

Naleen Edirisinghe, Director/CEO highlighted the Bank’s business momentum and disciplined execution across core banking segments. He reiterated its commitment to strengthening customer relationships, expanding quality lending and enhancing digital capabilities.

Entering the final quarter of 2026, Pan Asia Bank remains focused on sustaining growth, strengthening operational efficiency and maintaining prudent risk management while creating long-term value for shareholders and customers.