State Bank of India No. 16, Sir Baron Jayatilake Mawatha, Colombo 01.

FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th JUNE 2019

INCOME STATEMENT FOR THE QUARTER ENDED 30th JUNE 2019

	Ba	ank	Group (INR in Crores)		
In Rupees Million	Current Period	Previous Period	Current Period	Previous Period	
III Rupees Willion	From 01-Apr-19	From 01-Apr-18	From 01-Apr-19	From 01-Apr-18	
	To 30 Jun-19	To 30 Jun-18	To 30 Jun-19	To 30 Jun-18	
Interest income	425.55	371.38	62,638.00	58,813.18	
Less: Interest expense	(112.81)	(112.11)	(39,699.00)	(37,014.82)	
Net interest income	312.75	259.27	22,939.00	21,798.36	
Fee and commission income	27.37	50.95	5,177.00	4,976.00	
Fee and commission expense	-	-	· -	-	
Net fee and commission income	27.37	50.95	5,177.00	4,976.00	
Net gains(losses) from trading	-	- 1	485.00	(1,264.00)	
Net fair value gains/(losses) on:	-	- 1	-	-	
financial assets at fair value through profit or loss	-	- 1	-	-	
financial liabilities at fair value through profit or loss	-	- 1	-	-	
Net gains(losses) on derecognition of financial assets:	-	- 1	-	-	
at fair value through profit or loss	-	- 1	-	-	
at amortised cost	-	- 1	-	-	
at fair value through other comprehensive income	-	- 1	-	-	
Net other operating income	31.56	28.21	2,353.00	2,967.49	
Total operating income	371,68	338.43	30,954.00	28,477.85	
Impairment charges	(1.85)	(43.37)	(10,360.00)	(19,228.26)	
Net operating income	369.83	295.06	20,594.00	9,249.59	
Personnel expenses	(32.48)	(31.67)	(10,918.00)	(9,708.42)	
Depreciation and amortization expenses	(2.75)	(2.47)	(779.00)	(798.30)	
Other expenses	(51.33)	(23.62)	(4,834.00)	(5,998.00)	
Operating profit/(loss) before VAT & NBT on financial services	283.26	237.30	4,063.00	(7,255.13)	
Value Added Tax (VAT) on financial services	(33.33)	(17.68)	-	- 1	
Nation Building Tax (NBT) on financial services	(5.38)	(3.16)		-	
Operating profit/(loss) after VAT & NBT on financial services	244.55	216.46	4,063.00	(7,255.13)	
Profit/(Loss) brought forward	-		-	-	
Share of profits of associates and joint ventures		_			
Profit/(loss) before tax	244.55	216.46	4,063.00	(7,255.13)	
Income tax expenses	(79.37)	(52.90)	(1,751.00)	2,379.28	
Profit/(loss) for the period	165.18	163.55	2,312.00	(4,875.85)	
Profit attributable to:				, , ,	
Equity holders of the Bank	-	-	2,312.00	(4,875.85)	
Non-controlling interests	-	-	-		
	-		2,312.00	(4,875.85)	
Earnings per share on profit					
Basic earnings per ordinary share	-	-	2.59	(5.46)	
Diluted earnings per ordinary share			2.59	(5.46)	

	ENSIVE INCOME FOR THE QUARTER Bank			Group (INR in Crores)			
In Dunces Million	Current Period	Previous Period	Current Period	Previous Period			
In Rupees Million	From 01-Apr-19 To 30-Jun-19	From 01-Apr-18 To 30-Jun-18	From 01-Apr-19 To 30-Jun-19	From 01-Apr-18 To 30-Jun-18			
Profit/(loss) for the period	165.18	163.55	2,312.00	(4,875.85)			
Items that will be reclassified to income statement Exchange differences on translation of foreign operations Net gains/(losses) on cash flow hedges Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income Share of profits of associates and joint ventures Debt instruments at fair value through other comprehensive income Others (specify)	-	-	: : : : :	- - - - - -			
Less: Tax expense relating to items that will be reclassified to income statement Items that will not be reclassified to income statement Changes in fair value on investments in equity instruments	-	-	-				
Changes in fair value of investments in equity institutions designated at fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss Re-measurement of post-employment benefit obligations Changes in revaluation surplus Share of profits of associates and joint ventures Others (specify) Less: Tax expense relating to items that will not be reclassified to income statement	-	-	- - - - -	-			
Available for sale financial assets Gain/(Loss) on re measuring available for sale financial Assets	(0.78)	(7.00)	-	-			
Other Comprehensive Income for the period, net of taxes	(0.78)	(7.00)					
Total other comprehensive income for the period	164.40	156.55	2,312.00	(4,875.85)			
Attributable to: Equity holders of the parent Non-controlling interests		-	2,312.00	(4,875.85)			
	-	-	2,312.00	(4,875.85)			

SELECTED PERFORMANCE INDICATORS AS AT 30.06.2019

	Ва	ink	Group (In INR Crores)		
ITEM	30-Jun-19	31-Mar-19	30-Jun-19	31-Mar-19	
Regulatory Capital Adequacy (LKR in Millions)					
Common Equity Tier 1	10,612	10,670	-	205,238	
Core (Tier 1) Capital	10,612	10,670	-	216,537	
Total Capital Base	10,666	10,742	-	245,225	
Regulatory Capital Ratios (%)		·			
Common Equity Tier 1 Capital (%) (Minimum Requirement 7%)	59.81%	64.05%	-	10.65%	
Tier 1 Capital Ratio (%) (Minimum Requirement 8.5%)	59.81%	64.05%	-	9.62%	
Total Capital Ratio (%) (Minimum Requirement 12.5%)	60.11%	64.48%	-	12.72%	
Leverage Ratio (Minimum Requirement - 3%)	35.31%	33.23%	-	5.25%	
Regulatory Liquidity					
Statutory Liquid Assets (LKR in Millions)	4,239.20	5,214.12			
Statutory Liquid Assets (USD in Millions)	24.01	39.46			
Statutory Liquid Assets Ratio (%) Minimum Requirement - 20%)					
Domestic Banking Unit (%)	78.87%	83.61%			
Off Shore Banking Unit (%)	79.27%	70.54%			
Total Stock of High Quality Liquid Assets (LKR in Millions)	888	2,266	-	699,153	
Liquidity Coverage Ratio (%) Minimum Requirement		-	-	-	
∫ March 2019 100%		-	-	-	
\ March 2018 90% ∫		-			
Rupee (%)	865.25%	1,234.37%			
All Currency (%)	315.50%	298.31%	-	125.79%	
Net Stable Funding Ratio (%) (Minimum Requirement 90%)	191.00%	175.00%	-	-	
Assets Quality (Quality of Loan Portfolio)					
Gross Non-Performing Advances Ratio (%) (net of interest in suspense)	0.88%	0.63%	-	7.53%	
Net-Non Performing Advances (%) (net of interest in suspense and provision)	0.00%	0.00%	-	3.01%	
Profitability					
Interest Margin (%)	6.08%	5.00%	-	2.78%	
Return on Assets (before Tax) (%)	3.37%	2.71%	-	0.02%	
Return on Equity (%)	7.57%	6.85%	-	0.48%	

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30th JUNE 2019

			Reserves				Total Non-	Total Equity			
Bank	Stated capital/Assigned capital							controlling	Total Equity		
In Rupees Millions	Ordinary voting shares	Ordinary non- voting shares	Assigned capital	Statutory Reserve fund	OCI reserve	Revaluation reserve	Retained earnings	Other reserves		interest	
Balance as at 01.04.2019	-	-	2,442.83	340.92	-		7,495.67	(0.78)	10,278.65	-	10,278.6
Total comprehensive income for the period											
Profit/(Loss) for the year (net of tax)	-	-	-	-	-	-	165.18	-	165.18	-	165.1
Other comprehensive income (net of tax)	-	-	-	-	-	-	-	(0.78)	(0.78)	-	(0.78
Total comprehensive income for theperiod	-	-	-	-	-	-	165.18	(0.78)	164.40		164.4
Transactions with equity holders,		_	_				_		_	_	
recognised directly in equity	-	-	-	-		-	-	-	-	-	
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	-	-	
Share options excercised	-	-	-	-	-	-	-	-	-	-	
Bonus issue Rights issue	-	-	-	-		-	-	-	-	-	
Transfers to reserve during the period]]			[
Dividends to equity holders											
Profit transferred to head office		_	_	_			_		_		
Gain / (loss) on revaluation of Property, Plant		_		_							
and Equipment (if cost method is adopted)				.			.		_		
Others	_	_	_	_			13.62		13.62		13.6
Total transactions with equity holders							13.62		13.62		13.6
Balance as at 30.06.2019			2.442.83	340.92			7.674.47	(1.55)	10.456.67		10,456,6

	D.	ank	Group (INR in '000')		
D 1499	Current Period	Previous Period	Current Period	Previous Perio	
n Rupees Million	as at 30-June-19	as at (Audited) 31-Mar-19	as at 30-June-19	as at (Audited) 31-Mar-19	
Assets					
Cash and cash equivalents	654.39	447.13	133,795.42	176,932.42	
Balances with central banks	701.59	972,98	70.075.00	45 557 00	
Placements with banks Loans and Receivable to Banks	8,514.25	4,965.35	73,075.08	45,557.69	
Derivative financial instruments	-	-	-	791,498.10	
Financial Investments Available for sale		_	944,354.84	867,957.02	
Financial assets recognized through profit or loss		_	-	001,001.02	
measured at fair value	-	-	-		
designated at fair value	-	-	-		
Financial assets at amortised cost	_		<u></u>		
loans and advances	9,944.66	14,032.08	2,134,773.66	1,394,378.82	
debt and other instruments Financial assets measured at fair value through other comprehensive	4,355.46	4,301.65	-		
income	276.96	1,388.10	_		
Investment in subsidiaries	270.30	1,300.10	_	99.064.93	
Investment in associates and joint ventures		-	-	00,001.00	
Property, plant and equipment	287.04	189.43	38,721.54	39,197.57	
Investment properties		-	-		
Goodwill and intangible assets			-		
Deferred tax assets	56.60	56.60 93.86	-	200 207 70	
Other assets Total assets	66.36 24.857.33	26.447.19	257,276.32 3.581.996.86	266,327.70 3.680.914.2 4	
Liabilities	24,037.33	20,447.13	3,301,330.00	3.000.314.2-	
Due to banks	8,342.09	9,150.10	283,312.39	403,017.12	
Derivative financial instruments			· -	· .	
Financial liabilities recognized through profit or loss	-	-	-		
measured at fair value	-	-	-		
designated at fair value Financial liabilities at amortised cost	-	-	-		
due to depositors	5,691.00	6,633.94	2,948,820.72	2,911,386.0	
due to debt securities holders	- 0,001.00	- 0,000.01	-	2,011,000.0	
due to other borrowers	_	-	-		
Other Borrowings	-	-	-		
Debt securities issued			-		
Retirement benefit obligations	202.45	204.09	-		
Current tax liabilities Deferred tax liabilities	74.24	62.27	-		
Other provisions				85,503.68	
Other liabilities	90.89	118.14	127,305.99	60,093.6	
Due to subsidiaries	-	-	-		
Subordinated term debts	-	-	-		
Total liabilities	14,400.66	16,168.55	3,359,439,10	3,460,000,42	
Equity Stated conital/Assigned conital	2,442.83	2,442.83	000 46	892.46	
Stated capital/Assigned capital Statutory reserve fund	2,442.83 340.92	2,442.83	892.46	65,595.65	
OCI Reserve	- 0.02	- 0-0.02]	00,000.00	
Retained earnings	7,674.48	7,495.67	221,665.30	49,380.52	
Other reserves	(1.56)	(0.78)	,	105,045.19	
Total shareholders' equity	10,456.67	10,278.64	222,557.76	220,913.82	
Non-controlling interests	40.450.07	10,278.64	222 557 76	220,913.82	
		ı 10.2/ö.64 l	222,557.76	1 220.913.82	
Total equity	10,456.67 24,857,33	26 447 10			
Total equity Total equity and liabilities	24,857.33	26,447.19	3,581,996.86	3,680,914.24	
Total equity		26,447.19 22,563.37			
Total equity Total equity and liabilities Contingent liabilities and commitments	24,857.33	26,447.19		3,680,914.24	

Number of Branches	3	3	22,010	22,010		
Note: Amounts stated are net of impairment and depreciation						
STATEMENT OF CASH FLOWS	FOR THE	QUARTER	ENDED 30.0	6.2019		
In Rupees Millions	Bank Current Period Previous Period					
III Tapoo IIIIII one			Previous Period			
	30/06 (Aud		31/03/201 (Audited			
Cash flows from operating activities		405.55		4.040.04		
Interest receipts Interest payments		425.55 (112.81)		1,646.24 (476.71)		
Net commission receipts		27.37		140.87		
Trading income				-		
Payment to employees		(32.48)		(136.70)		
VAT & NBT on financial services Receipt from other operating activities		(38.71)		(181.13)		
Payments on other operating activities		31.56		135.73		
Operating profit from discontinued operations		(55.93)		(185.94) (4.94)		
Operating profit before change in operating assets & liabilities		244.55		937.42		
Non-cash items included in the Profit Before Tax		4.60		(9.65)		
(Increase) / decrease in operating assets Balances with Central Bank of Sri Lanka		271.39		(630.29)		
Financial assets at amortised cost-loans & advances		4,087.42		(3,093.43)		
Other assets		27.49		(72.21)		
Placements with Banks		(3,548.90)		1,480.99		
Increase / (decrease) in operating assets Increase / (decrease) in operating liabilities		837.40		(2,314.95)		
Derivative Financial Instrument				(0.00)		
Financial liabilities at amortised cost-due to depositors		(942.93)		610.33		
Financial liabilities at amortised cost-due to debt securities holders		-		-		
Financial liabilities at amortised cost-due to other borrowers Financial liabilities at amortised cost - deposits from banks		(808.01)		(19.71)		
Other liabilities		(27.26)		33.07		
Increase / (decrease) in operating liabilities		(1,778.20)		623.68		
Gratuity Paid		0.55		(23.91)		
Net cash generated from operating activities before income tax Income tax paid		(691.10)		(787.42) (315.76)		
Net cash (used in) / from operating activities		(691.10)		(1,103.18)		
Cash flows from investing activities		(001110)				
Purchase of property, plant and equipment		(97.62)		(185.96)		
Proceeds from the sale of property, plant and equipment Purchase of financial investments		- 1		0.04		
Proceeds from the sale and maturity of financial investments		1,111.14				
Net purchase of intangible assets		· -		-		
Net cash flow from acquisition of investment in subsidiaries, associates & join ventures		-		-		
Net cash flow from disposal of subsidiaries, associates & join ventures Dividends received from investment in subsidiaries, associates		-				
Changes in Financial Investments-Net		(53.81)		(458.66)		
Net cash (used in) / from investing activities		959.72		(644.58)		
Cash flows from financing activities		-		` <u>-</u>		
Assigned capital received from head office Net proceeds from the issue of ordinary share capital				:		
Net proceeds from the issue of other equity instruments		-		-		
Net proceeds from the issue of subordinated debt		-		-		
Repayment of subordinated debt						
Interest paid on subordinated debt Dividend paid to non controlling interest		-		-		
Dividend paid to share holders of the parent company		-		-		
Dividend paid to holders of other equity instruments				-		
Net cash (used in) / from financing activities		268.61		(1.747.75)		
Net increase/(decrease) in cash & cash equivalents Cash and cash equivalents at the beginning of the period		268.61 447.13		(1,747.75) 1,725.81		
Exchange difference in respect of cash & cash equivalents		(61.35)		469.07		
Cash and cash equivalents at the end of the period		654.40		447.13		
		Group (in II	NR Crores)			
	20/00	· ` `	,	O (Adita.d)		
STATEMENT OF CASH FLOWS - GROUP	30/06	2019	3 1/03/201	9 (Audited)		
Operating profit hefers shange in appreting assets & lightilities				1,607.48		
Operating profit before change in operating assets & liabilities Non-cash item included in the Profit Before Tax				62,491.03		
(Increase)/decrease in operating assets				02,431.03		
Increase/(decrease) in operating liabilities				(22,893.16)		
Net cash generated from operating activities before income tax				41,205.35		
Income tax paid Net cash (used in) / from operating activities				(6,577.84) 34,627.52		
Net cash (used in) / from investing activities				(3,958.60)		
Net cash (used in) / from financing activities				(1,087.83)		
Net increase/(decrease) in cash & cash equivalents				29,581.09		
Cash and cash equivalents at the beginning of the period Exchange difference in respect of cash & cash equivalent				191,898.64		
Cash and cash equivalents at the end of the period				1,010.38 222,490.11		
Components of cash & Cash Equivalents as at						
Cash and cash equivalents				17.69		
Balances with central banks Placements with banks				-		
Cash and cash equivalents at the end of the period				4.56		
The same same same same same same same sam				22.25		

CERTIFICATION:

 $We the \, under \, signed, being \, the \, Country \, Head \, and \, the \, Head \, of \, Compliance \, of \, State \, Bank \, of \, India \, jointly \, certify \, that: \, and \, continuous \,$

(a) the above statements have been prepared in compliance with the format and definitions prescribed by Central Bank of Sri Lanka
(b) the information contained in these statements have been extracted from the unaudited financial statements of the bank unless indicated as audited.

Rajeev Ratna Srivastava, (Sgd) Country Head, Sri Lanka, Date: 19.08.2019

Chamara Divithuragama, (Sgd) Head of Compliance Date: 19.08.2019