

FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th JUNE 2020

INCOME STATEMENT FOR THE QUARTER ENDED 30th JUNE 2020

In Rupees Million	Bank		Group (INR in Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01-Apr-20 To 30-Jun-20	From 01-Apr-19 To 30-Jun-19	From 01-Apr-20 To 30-Jun-20	From 01-Apr-19 To 30-Jun-19
Interest income	393.55	425.55	66,500.38	62,638.00
Less: Interest expense	(94.94)	(112.81)	(39,858.82)	(39,699.00)
Net interest income	298.61	312.75	26,641.56	22,939.00
Fee and commission income	28.46	27.37	7,957.48	5,177.00
Fee and commission expense	-	-	-	-
Net fee and commission income	28.46	27.37	7,957.48	5,177.00
Net gains/(losses) from trading	-	-	-	485.00
Net fair value gains/(losses) on:	-	-	-	-
financial assets at fair value through profit or loss	-	-	-	-
financial liabilities at fair value through profit or loss	-	-	-	-
Net gain/loss on derecognition of financial assets:	-	-	-	-
Net other operating income	32.61	31.56	-	2,353.00
Total operating income	359.68	371.68	34,599.04	30,954.00
Impairment charges	(60.51)	(1.85)	(9,420.46)	(10,360.00)
Net operating income	299.17	369.83	25,178.58	20,594.00
Personnel expenses	(38.36)	(32.48)	(11,865.06)	(10,918.00)
Depreciation and amortization expenses	(6.20)	(2.75)	-	(779.00)
Other expenses	(19.47)	(51.33)	(7,753.74)	(4,834.00)
Operating profit/(loss) before VAT & NBT on financial services	245.14	283.26	5,559.78	4,063.00
Value Added Tax (VAT) on financial services	(28.19)	(33.33)	-	-
Nation Building Tax (NBT) on financial services	-	(5.38)	-	-
Operating profit/(loss) after VAT & NBT on financial services	216.95	244.55	5,559.78	4,063.00
Profit/(Loss) brought forward	-	-	-	-
Share of profits of associates and joint ventures	-	-	-	-
Profit/(loss) before tax	216.95	244.55	5,559.78	4,063.00
Income tax expenses	(59.66)	(79.37)	(1,370.44)	(1,751.00)
Profit/(loss) for the quarter	157.29	165.18	4,189.34	2,312.00
Profit attributable to:				
Equity holders of the Parent	-	-	4,189.34	2,312.00
Non-controlling interests	-	-	-	-
Earnings per share on profit				
Basic earnings per ordinary share	-	-	4.69	2.59
Diluted earnings per ordinary share	-	-	4.69	2.59

STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30th JUNE 2020

In Rupees Million	Bank		Group (INR in Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01-Apr-20 To 30-Jun-20	From 01-Apr-19 To 30-Jun-19	From 01-Apr-20 To 30-Jun-20	From 01-Apr-19 To 30-Jun-19
Profit/(loss) for the period	157.29	165.18	4,189.34	2,312.00
Items that will be reclassified to income statement				
Exchange differences on translation of foreign operations	14.37	-	-	-
Net gains/(losses) on cash flow hedges	-	-	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	-	(0.78)	-	-
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 designated at fair value through other comprehensive income	-	-	-	-
Change in 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	-	-	-	-
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-	-
Other Comprehensive Income (OCI) for the period, net of taxes	14.37	(0.78)	-	-
Total comprehensive income for the period	171.66	164.40	4,189.34	2,312.00
Attributable to:				
Equity holders of the parent	-	-	4,189.34	2,312.00
Non-controlling interests	-	-	-	-
	-	-	4,189.34	2,312.00

SELECTED PERFORMANCE INDICATORS AS AT 30.06.2020

ITEM	Bank	
	30-Jun-20	31-Mar-20
Regulatory Capital Adequacy (LKR in Millions)		
Common Equity Tier 1	11,570	11,060
Core (Tier 1) Capital	11,570	11,060
Total Capital Base	11,756	11,199
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital (%) (Minimum Requirement 6.5%)	50.40%	50.35%
Tier 1 Capital Ratio (%) (Minimum Requirement 8%)	50.40%	50.35%
Total Capital Ratio (%) (Minimum Requirement 12%)	51.21%	50.99%
Leverage Ratio (Minimum Requirement - 3%)	35.06%	35.04%
Regulatory Liquidity		
Statutory Liquid Assets (LKR in Millions)	2,120.17	2,933.03
Statutory Liquid Assets (USD in Millions)	47.47	30.19
Statutory Liquid Assets Ratio (%) (Minimum Requirement - 20%)		
Domestic Banking Unit (%)	35.96%	58.71%
Off Shore Banking Unit (%)	74.92%	52.14%
Total Stock of High Quality Liquid Assets (LKR in Millions)	1,151	1,072
Liquidity Coverage Ratio (%) (Minimum Requirement-90%)		
Rupee (%)	1445.41%	1235.89%
All Currency (%)	254.79%	405.48%
Net Stable Funding Ratio (%) (Minimum Requirement 90%)	130.91%	135.54%
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio (%) (net of interest in suspense)	0.37%	0.44%
Net-Non Performing Advances (%) (net of interest in suspense and provision)	0.00%	0.00%
Profitability		
Interest Margin (%)	4.54%	5.14%
Return on Assets (before Tax) (%)	2.73%	2.14%
Return on Equity (%)	7.13%	5.06%

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30th JUNE 2020

Bank In Rupees Millions	Stated capital/Assigned capital			Reserves				Total	Non-controlling interest	Total Equity
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital	Statutory Reserve fund	OCI reserve	Retained earnings	Other reserves			
Balance as at 01.04.2020	-	-	2,442.83	367.84	-	6,660.29	1,626.10	11,097.05	-	11,097.05
Total comprehensive income for the period	-	-	-	-	-	157.29	-	157.29	-	157.29
Profit/(Loss) for the year (net of tax)	-	-	-	-	-	157.29	-	157.29	-	157.29
Other comprehensive income (net of tax)	-	-	-	-	-	14.37	-	14.37	-	14.37
Total comprehensive income for the period	-	-	-	-	-	171.66	-	171.66	-	171.66
Transactions with equity holders, recognised directly in equity										
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	(58.57)	-	(58.57)	-	(58.57)
Total transactions with equity holders	-	-	-	-	-	(58.57)	-	(58.57)	-	(58.57)
Balance as at 30.06.2020	-	-	2,442.83	367.84	-	6,759.01	1,640.46	11,210.14	-	11,210.14

STATEMENT OF FINANCIAL POSITION AS AT 30th JUNE 2020

In Rupees Million	Bank		Group (INR in Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	as at 30-Jun-20	as at 31-Mar-20 (Audited)	as at 30-Jun-20	as at 31-Mar-20 (Audited)
Assets				
Cash and cash equivalents	1,095.19	795.82	129,138.61	48,430.66
Balances with central banks	856.53	868.67	-	146,631.20
Placements with banks	-	1,426.46	131,255.79	56,035.15
Derivative financial instruments	-	-	-	-
Financial investments Available for sale	-	-	-	-
Financial assets recognized through profit or loss measured at fair value	-	-	-	-
designated at fair value	-	-	-	-
Financial assets at amortised cost	-	-	-	-
loans and advances	21,395.34	18,399.12	2,298,346.16	2,325,289.56
debt and other instruments	4,478.30	4,596.22	-	-
Financial assets measured at fair value through other comprehensive income	283.42	297.73	1,225,228.41	1,046,954.52
Investment in subsidiaries	-	-	-	-
Investment in associates and joint ventures	-	-	-	-
Property, plant and equipment	665.49	639.10	38,245.19	38,439.28
Investment properties	-	-	-	-
Goodwill and intangible assets	-	-	-	-
Deferred tax assets	52.87	53.01	-	-
Other assets	13.27	31.39	295,717.41	289,613.55
Total assets	28,840.41	27,107.52	4,117,931.57	3,951,393.92
Liabilities				
Due to banks	11,990.40	10,725.66	312,995.87	261,780.42
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	5,209.95	4,807.32	3,419,362.79	3,230,517.83
due to debt securities holders	-	-	-	57,812.39
due to other borrowers	-	-	-	6,165.75
Debt securities issued	-	-	-	-
Retirement benefit obligations	235.37	232.48	-	-
Current tax liabilities	109.12	129.94	-	-
Deferred tax liabilities	-	-	-	6.16
Other provisions	-	-	-	-
Other liabilities	85.43	115.06	143,917.25	163,103.94
Due to subsidiaries	-	-	-	-
Total liabilities	17,630.27	16,010.47	3,876,275.91	3,719,386.49
Equity				
Stated capital/Assigned capital	2,442.83	2,442.83	892.46	892.46
Statutory reserve fund	367.84	367.84	-	69,942.09
Retained earnings	6,626.62	6,660.29	240,763.20	136,290.33
Other reserves	1,772.85	1,626.10	-	24,882.55
Total shareholders' equity	11,210.14	11,097.05	241,655.66	232,007.43
Non-controlling interests				
Total equity	11,210.14	11,097.05	241,655.66	232,007.43
Total equity and liabilities	28,840.41	27,107.52	4,117,931.57	3,951,393.92
Contingent liabilities and commitments	18,882.93	18,743.17	-	1,270,752.77
Memorandum Information				
Number of Employees	70	71	-	249,448
Number of Branches	3	3	-	22,141

Note: Amounts stated are net of impairment and depreciation

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30.06.2020

In Rupees Millions	Bank	
	30/06/2020	31/03/2020 (Audited)
Cash flows from operating activities		
Interest receipts	393.55	1,629.40
Interest payments	(94.94)	(426.62)
Net commission receipts	28.46	137.76
Trading income	-	-
Payments to employees	(38.36)	(129.89)
VAT & NBT on financial services	(28.19)	(172.28)
Receipt from other operating activities	32.61	132.66
Payments on other operating activities	(76.18)	(256.83)
Operating profit before change in operating assets & liabilities	216.95	914.20
Non-cash items included in the Profit Before Tax	62.71	43.06
(Increase) / decrease in operating assets		
Balances with Central Bank of Sri Lanka	12.14	104.31
Financial assets at amortised cost-loans & advances	(3,018.12)	(4,365.39)
Other assets	18.12	84.06
Placements with Banks	1,426.82	3,542.57
Increase / (decrease) in operating assets	(1,561.04)	(634.44)
Increase / (decrease) in operating liabilities		
Financial liabilities at amortised cost-due to depositors	402.63	(1,826.61)
Financial liabilities at amortised cost-due to debt securities holders	-	-
Financial liabilities at amortised cost-due to other borrowers	1,264.74	1,575.56
Financial liabilities at amortised cost - deposits from banks	(29.64)	(20.51)
Other liabilities	1,637.73	(271.56)
Increase / (decrease) in operating liabilities	1,637.73	(271.56)
Gratuity Paid	4.47	(22.81)
Net cash generated from operating activities before income tax	360.82	28.45
Income tax paid	-	(165.79)
Net cash (used in) / from operating activities	360.82	(137.34)
Cash flows from investing activities		
Purchase of property, plant and equipment	(26.39)	(476.25)
Proceeds from the sale of property, plant and equipment	-	-
Purchase of financial investments	-	-
Proceeds from the sale and maturity of financial investments	14.31	1,090.37
Net purchase of intangible assets	-	-
Net cash flow from disposal of subsidiaries, associates & joint ventures	-	-
Dividends received from investment in subsidiaries, associates	-	-
Net cash flow from acquisition of investment in subsidiaries, associates & joint ventures	-	-
Changes in Financial Investments-Net	117.92	(294.57)
Others (please specify)	-	-
Net cash (used in) / from investing activities	105.83	319.55