



**FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31<sup>st</sup> DECEMBER 2021**

**INCOME STATEMENT FOR THE QUARTER ENDED 31<sup>st</sup> DECEMBER 2021**

	Bank (In LKR Million)		Group (In INR Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01-Apr-21 To 31-Dec-21	From 01-Apr-20 To 31-Dec-20	From 01-Apr-21 To 31-Dec-21	From 01-Apr-20 To 31-Dec-20
Interest income	988.42	1,037.03	204,724.00	200,049.00
Less: Interest expense	(214.24)	(249.83)	(115,214.00)	(116,406.00)
<b>Net interest income</b>	<b>774.18</b>	<b>787.20</b>	<b>89,510.00</b>	<b>83,643.00</b>
Fee and commission income	100.57	83.27	16,542.00	15,062.00
Net fee and commission income	100.57	83.27	16,542.00	15,062.00
Net gains / (losses) from trading	-	-	-	-
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	186.60	117.21	12,142.00	12,208.00
<b>Total operating income</b>	<b>1,061.35</b>	<b>987.68</b>	<b>118,194.00</b>	<b>110,913.00</b>
Impairment charges	58.73	(226.91)	(10,825.00)	(17,330.00)
<b>Net operating income</b>	<b>1,120.08</b>	<b>760.76</b>	<b>107,369.00</b>	<b>93,583.00</b>
Personnel expenses	(156.91)	(112.79)	(37,588.00)	(37,553.00)
Depreciation and amortization expenses	(47.82)	(18.61)	(2,427.00)	(2,486.00)
Other expenses	(91.72)	(72.17)	(36,412.00)	(34,652.00)
<b>Operating profit/(loss) before VAT &amp; NBT on financial services</b>	<b>823.63</b>	<b>557.20</b>	<b>30,942.00</b>	<b>18,892.00</b>
Value Added Tax (VAT) on financial services	(114.91)	-	-	-
Nation Building Tax (NBT) on financial services	-	-	-	-
<b>Operating profit/(loss) after VAT &amp; NBT on financial services</b>	<b>708.71</b>	<b>447.39</b>	<b>30,942.00</b>	<b>18,892.00</b>
Share of profits of associates and joint ventures	-	-	-	-
<b>Profit/(loss) before tax</b>	<b>708.71</b>	<b>447.39</b>	<b>30,942.00</b>	<b>18,892.00</b>
Income tax expenses	(207.22)	(168.01)	(8,380.00)	(4,932.00)
<b>Profit/(loss) for the quarter</b>	<b>501.49</b>	<b>279.38</b>	<b>22,562.00</b>	<b>13,960.00</b>
<b>Profit attributable to:</b>				
Equity holders of the Parent	-	-	22,562.00	13,960.00
Non-controlling interests	-	-	-	-
<b>Earnings per share on profit</b>				
Basic earnings per ordinary share	-	-	33.55	20.76
Diluted earnings per ordinary share	-	-	33.55	20.76

**STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31<sup>st</sup> DECEMBER 2021**

	Bank (In LKR Million)		Group (In INR Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01-Apr-21 To 31-Dec-21	From 01-Apr-20 To 31-Dec-20	From 01-Apr-21 To 31-Dec-21	From 01-Apr-20 To 31-Dec-20
<b>Profit/(loss) for the quarter</b>	<b>501.49</b>	<b>279.38</b>	<b>22,562.00</b>	<b>13,960.00</b>
<b>Items that will be reclassified to income statement</b>				
Exchange differences on translation of foreign operations	(6.79)	17.50	-	-
Net gains/(losses) on cash flow hedges	-	-	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	(3.71)	-	-	-
Share of profits of associates and joint ventures	-	-	-	-
Debt instruments at fair value through other comprehensive income	-	-	-	-
Others	-	-	-	-
Less: Tax expense relating to items that will be reclassified to income statement	-	-	-	-
<b>Items that will not be reclassified to income statement</b>				
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	-	-	-	-
<b>Other Comprehensive Income (OCI) for the quarter, net of taxes</b>	<b>(10.50)</b>	<b>17.50</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the quarter</b>	<b>491.00</b>	<b>296.88</b>	<b>22,562.00</b>	<b>13,960.00</b>
<b>Attributable to:</b>				
Equity holders of the parent	-	-	22,562.00	13,960.00
Non-controlling interests	-	-	-	-
<b>Profit/(loss) for the quarter</b>	<b>501.49</b>	<b>279.38</b>	<b>22,562.00</b>	<b>13,960.00</b>

**SELECTED PERFORMANCE INDICATORS AS AT 31.12.2021**

ITEM	Bank	
	31-Dec-21	31-Mar-21
<b>Regulatory Capital Adequacy (LKR in Millions)</b>		
Common Equity Tier 1	9,544	12,040
Core (Tier 1) Capital	9,544	12,040
Total Capital Base	9,611	12,162
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital (%) (Minimum Requirement 6.5%)	35.59%	48.18%
Tier 1 Capital Ratio (%) (Minimum Requirement 8%)	35.59%	48.18%
Total Capital Ratio (%) (Minimum Requirement 12%)	35.84%	48.67%
Leverage Ratio (Minimum Requirement - 3%)	22.24%	26.91%
<b>Regulatory Liquidity</b>		
Statutory Liquid Assets (LKR in Millions)	10,696.55	7,982.47
Statutory Liquid Assets (USD in Millions)	50.11	58.79
Statutory Liquid Assets Ratio (%) (Minimum Requirement - 20%)		
Domestic Banking Unit (%)	112.92%	117.87%
Off Shore Banking Unit (%)	66.42%	78.04%
Total Stock of High Quality Liquid Assets (LKR in Millions)	8,970	5,208
Liquidity Coverage Ratio (%) (Minimum Requirement-100%)		
Rupee (%)	5079.59%	5099.75%
All Currency (%)	675.96%	410.69%
Net Stable Funding Ratio (%) (Minimum Requirement 100%)	149.56%	109.96%
<b>Assets Quality (Quality of Loan Portfolio)</b>		
Gross Non-Performing Advances Ratio (%) (net of interest in suspense)	0.007%	0.003%
Net-Non Performing Advances (%) (net of interest in suspense and provision)	0.000%	0.003%
Impaired Loans (Stage 3) Ratio (%)	0.007%	0.003%
Impairment (Stage3) to Stage 3 Loans Ratio (%)	0.00%	0.00%
<b>Profitability</b>		
Interest Margin (%)	3.23%	3.38%
Return on Assets (before Tax) (%)	2.26%	2.24%
Return on Equity (%)	4.00%	5.90%

**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31<sup>st</sup> DECEMBER 2021**

Bank In LKR Million	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	Other reserves	Other reserves				
<b>Balance as at 01.04.2021</b>	-	-	2,442.83	402.04	0.56	-	7,301.07	1,923.33	-	-	12,069.82	-	12,069.82
<b>Total comprehensive income for the quarter</b>	-	-	-	-	-	-	501.49	-	-	-	501.49	-	501.49
<b>Profit/(Loss) for the quarter (net of tax)</b>	-	-	-	-	-	-	(6.79)	-	-	-	(6.79)	-	(10.50)
<b>Other comprehensive income (net of tax)</b>	-	-	-	-	-	-	-	-	-	-	-	-	(10.50)
<b>Total comprehensive income for the quarter</b>	-	-	-	-	-	-	501.49	-	-	-	491.00	-	491.00
<b>Transactions with equity holders, recognised directly in equity</b>													
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	-	-	-	-	-	-	(45.22)	37.13	-	-	(8.09)	-	(8.09)
<b>Total transactions with equity holders</b>	-	-	-	-	-	-	(45.22)	37.13	-	-	(8.09)	-	(8.09)
<b>Balance as at 31.12.2021</b>	-	-	2,442.83	402.04	(3.15)	-	7,757.34	1,953.67	-	-	12,552.73	-	12,552.73

**STATEMENT OF FINANCIAL POSITION AS AT 31<sup>st</sup> DECEMBER 2021**

	Bank (In LKR Million)		Group (In INR Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	as at 31-Dec-21	as at 31-Mar-21 (Audited)	as at 31-Dec-21	as at 31-Mar-21 (Audited)
<b>Assets</b>				
Cash and cash equivalents	5,085.36	2,520.73	188,030.00	86,730.00
Balances with central banks	8,802.82	4,832.31	-	189,798.12
Placements with banks	11,366.99	3,215.03	189,590.00	66,510.59
Derivative financial instruments	-	-	-	-
Financial assets recognized through profit or loss measured at fair value	-	-	-	-
designated at fair value	-	-	-	-
Financial assets at amortised cost	-	-	-	-
loans and advances	9,982.08	24,447.46	2,578,386.00	2,449,497.79
debt and other instruments	280.00	2,284.27	-	-
Financial assets measured at fair value through other comprehensive income	291.27	298.55	1,489,876.00	1,351,705.21
Investment in subsidiaries	-	-	-	-
Investment in associates and joint ventures	-	-	-	-
Property, plant and equipment	615.66	659.85	37,780.00	38,419.24
Investment properties	-	-	-	-
Goodwill and intangible assets	-	-	-	-
Deferred tax assets	54.25	54.39	-	-
Other assets	47.33	74.87	338,207.00	351,768.68
<b>Total assets</b>	<b>36,505.76</b>	<b>38,387.47</b>	<b>4,821,869.00</b>	<b>4,534,429.63</b>
<b>Liabilities</b>				
Due to banks	10,441.90	17,554.85	499,724.00	206,240.97
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	12,916.37	8,229.16	3,847,794.00	3,669,876.21
due to debt securities holders	-	-	-	68,318.90
due to other borrowers	-	-	-	154,138.70
Debt securities issued	-	-	-	-
Retirement benefit obligations	308.28	276.17	-	-
Current tax liabilities	76.10	78.47	-	-
Deferred tax liabilities	-	-	-	2.46
Other provisions	-	-	-	-
Other liabilities	210.38	178.99	197,569.00	181,977.20
Due to subsidiaries	-	-	-	-
<b>Total liabilities</b>	<b>23,953.03</b>	<b>26,317.65</b>	<b>4,545,087.00</b>	<b>4,280,554.44</b>
<b>Equity</b>				
Stated capital/Assigned capital	2,442.83	2,442.83	892.00	892.46
Statutory reserve fund	402.04	402.04	-	76,065.23
Retained earnings	7,757.34	7,301.07	275,890.00	150,292.08
OCI Reserve	(3.15)	0.56	-	-
Other reserves	1,953.67	1,923.33	-	26,625.43
<b>Total shareholders' equity</b>	<b>12,552.73</b>	<b>12,069.82</b>	<b>276,782.00</b>	<b>253,875.19</b>
Non-controlling interests	-	-	-	-
<b>Total equity</b>	<b>12,552.73</b>	<b>12,069.82</b>	<b>276,782.00</b>	<b>253,875.19</b>
<b>Total equity and liabilities</b>	<b>36,505.76</b>	<b>38,387.47</b>	<b>4,821,869.00</b>	<b>4,534,429.63</b>
<b>Contingent liabilities and commitments</b>	<b>34,911.76</b>	<b>33,155.76</b>		<b>1,763,466.03</b>
<b>Memorandum Information</b>				
Number of Employees	68	74		245,652
Number of Branches	3	3		22,219

Note: Amounts stated are net of impairment and depreciation

**STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31.12.2021**

In LKR Million	Bank	
	31/12/2021	31/03/2021 (Audited)
<b>Cash flows from operating activities</b>		
Interest receipts	988.42	1,335.16
Interest payments	(214.24)	(313.59)
Net commission receipts	100.57	138.67
Trading income	-	-
Payments to employees	(156.91)	(141.23)
VAT & NBT on financial services	(114.91)	(154.29)
Receipts from other operating activities	186.60	163.53
Payments on other operating activities	(80.81)	(169.73)
<b>Operating profit before change in operating assets &amp; liabilities</b>	<b>708.71</b>	<b>858.53</b>
<b>Non-cash items included in the Profit Before Tax (Increase) / decrease in operating assets</b>	<b>27.34</b>	<b>76.13</b>
Balances with Central Bank of Sri Lanka	(3,970.51)	(3,963.64)
Financial assets at amortised cost-loans & advances	14,522.53	(6,057.78)
Other assets	27.54	(44.49)
Placements with Banks	(8,151.90)	(1,788.26)
<b>(Increase) / decrease in operating assets</b>	<b>2,427.66</b>	<b>(1,854.17)</b>
<b>Increase / (decrease) in operating liabilities</b>		
Financial liabilities at amortised cost-due to depositors	4,687.20	3,428.38
Financial liabilities at amortised cost-due to debt securities holders	-	8,620.57
Financial liabilities at amortised cost-due to other borrowers	(7,112.95)	8.62
Financial liabilities at amortised cost - deposits from banks	(31.39)	55.18
Other liabilities	(2,394.36)	10,312.75
<b>Increase / (decrease) in operating liabilities</b>	<b>(2,394.36)</b>	<b>10,312.75</b>
Gratuity Paid	(32.11)	(23.23)
<b>Net cash generated from operating activities before income tax</b>	<b>737.25</b>	<b>(629.99)</b>
Income tax paid	(147.50)	(202.51)
<b>Net cash (used in) / from operating activities</b>		