



FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31st DECEMBER 2022

INCOME STATEMENT FOR THE QUARTER ENDED 31st DECEMBER 2022

| | Bank (In LKR Million) | | Group (In INR Crores) | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | Current Period | Previous Period | Current Period | Previous Period |
| | From 01-Apr-22 To 31-Dec-22 | From 01-Apr-21 To 31-Dec-21 | From 01-Apr-22 To 31-Dec-22 | From 01-Apr-21 To 31-Dec-21 |
| Interest income | 2,959.59 | 988.42 | 239,152.00 | 204,724.00 |
| Less: Interest expense | (589.42) | (214.24) | (134,704.01) | (115,214.00) |
| Net interest income | 2,370.16 | 774.18 | 104,447.99 | 89,510.00 |
| Fee and commission income | 323.38 | 100.57 | 22,654.20 | 16,542.00 |
| Fee and commission expense | - | - | - | - |
| Net fee and commission income | 323.38 | 100.57 | 22,654.20 | 16,542.00 |
| 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 | 305.64 | 186.60 | - | 12,142.00 |
| Total operating income | 2,999.18 | 1,061.35 | 127,102.19 | 118,194.00 |
| Impairment charges | (52.85) | 58.73 | (7,865.47) | (10,825.00) |
| Net operating income | 2,946.33 | 1,120.08 | 119,236.72 | 107,369.00 |
| Personnel expenses | (157.72) | (156.91) | (39,675.41) | (37,588.00) |
| Depreciation and amortization expenses | (32.70) | (47.82) | - | (2,427.00) |
| Other expenses | (167.45) | (91.72) | (33,661.07) | (36,412.00) |
| Operating profit/(loss) before VAT & NBT on financial services | 2,588.46 | 823.63 | 45,900.24 | 30,942.00 |
| Value Added Tax (VAT) on financial services | (359.95) | (114.91) | - | - |
| Nation Building Tax (NBT) on financial services | - | - | - | - |
| Operating profit/(loss) after VAT & NBT on financial services | 2,228.52 | 708.71 | 45,900.24 | 30,942.00 |
| Share of profits of associates and joint ventures | - | - | - | - |
| Profit/(loss) before tax | 2,228.52 | 708.71 | 45,900.24 | 30,942.00 |
| Income tax expenses | (524.73) | (207.22) | (12,362.30) | (8,380.00) |
| Profit/(loss) for the quarter | 1,703.79 | 501.49 | 33,537.94 | 22,562.00 |
| Profit attributable to: | | | | |
| Equity holders of the Parent | - | - | 33,537.94 | 22,562.00 |
| Non-controlling interests | - | - | - | - |
| | | | 33,537.94 | 22,562.00 |
| Earnings per share on profit | | | | |
| Basic earnings per ordinary share | | | 37.58 | 33.55 |
| Diluted earnings per ordinary share | | | 37.58 | 33.55 |

STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2022

| | Bank (In LKR Million) | | Group (In INR Crores) | |
|--|-----------------------|---------------------------|-----------------------|---------------------------|
| | Current Period | Previous Period | Current Period | Previous Period |
| | as at 31-Dec-22 | as at 31-Mar-22 (Audited) | as at 31-Dec-22 | as at 31-Mar-22 (Audited) |
| Assets | | | | |
| Cash and cash equivalents | 10,615.04 | 4,933.97 | 224,882.88 | 83,284.27 |
| Balances with central banks | 7,095.16 | 9,283.30 | - | 236,116.28 |
| Placements with banks | 12,913.05 | 14,171.08 | 50,024.24 | 75,151.78 |
| Derivative financial instruments | - | - | - | - |
| Financial assets measured at fair value through profit or loss measured at fair value designated at fair value | - | - | - | - |
| Financial assets at amortised cost | - | - | - | - |
| loans and advances | 10,125.36 | 21,364.05 | 3,058,177.04 | 2,733,966.59 |
| debt and other instruments | 260.00 | 260.00 | - | - |
| Financial assets measured at fair value through other comprehensive income | 0.53 | 1,668.71 | 1,569,201.99 | 1,481,445.47 |
| Investment in subsidiaries | - | - | - | - |
| Investment in associates and joint ventures | - | - | - | - |
| Property, plant and equipment | 605.92 | 612.06 | 41,804.00 | 37,708.16 |
| Investment properties | - | - | - | - |
| Goodwill and intangible assets | - | - | - | - |
| Deferred tax assets | 34.27 | 34.27 | - | - |
| Other assets | 24.85 | 59.24 | 380,032.79 | 339,924.86 |
| Total assets | 41,674.16 | 52,386.67 | 5,324,122.94 | 4,987,597.41 |
| Liabilities | | | | |
| Due to banks | 2,632.86 | 15,682.64 | 550,141.02 | 224,431.78 |
| 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 | 18,706.08 | 20,484.87 | 4,213,557.12 | 4,037,072.78 |
| due to debt securities holders | - | - | - | 71,999.60 |
| due to other borrowers | - | - | - | 144,073.34 |
| Debt securities issued | - | - | - | - |
| Retirement benefit obligations | 208.50 | 214.28 | - | - |
| Current tax liabilities | 543.64 | 178.40 | - | - |
| Deferred tax liabilities | - | - | - | - |
| Other provisions | - | - | - | 2.56 |
| Other liabilities | 187.00 | 339.33 | 239,221.07 | 229,929.29 |
| Due to subsidiaries | - | - | - | - |
| Total liabilities | 22,278.09 | 36,899.52 | 5,002,919.21 | 4,707,509.35 |
| Equity | | | | |
| Stated capital/Assigned capital | 2,442.83 | 2,442.83 | 892.46 | 892.46 |
| Statutory reserve fund | 450.95 | 450.95 | - | 85,568.02 |
| Retained earnings | 9,584.62 | 7,965.22 | 320,311.27 | 162,553.76 |
| OCI Reserve | 2.28 | (6.67) | - | - |
| Other reserves | 6,915.39 | 4,634.82 | - | 31,073.81 |
| Total shareholders' equity | 19,396.07 | 15,487.15 | 321,203.73 | 280,088.06 |
| Non-controlling interests | - | - | - | - |
| Total equity | 19,396.07 | 15,487.15 | 321,203.73 | 280,088.06 |
| Total equity and liabilities | 41,674.16 | 52,386.67 | 5,324,122.94 | 4,987,597.41 |
| Contingent liabilities and commitments | 52,876.04 | 46,917.91 | - | 2,084,813.56 |
| Memorandum Information | | | | |
| Number of Employees | 68 | 69 | - | 244,250 |
| Number of Branches | 3 | 3 | - | 22,266 |

Note: Amounts stated are net of impairment and depreciation

STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31st DECEMBER 2022

| | Bank (In LKR Million) | | Group (In INR Crores) | |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | Current Period | Previous Period | Current Period | Previous Period |
| | From 01-Apr-22 To 31-Dec-22 | From 01-Apr-21 To 31-Dec-21 | From 01-Apr-22 To 31-Dec-22 | From 01-Apr-21 To 31-Dec-21 |
| Profit/(loss) for the quarter | 1,703.79 | 501.49 | 33,537.94 | 22,562.00 |
| Items that will be reclassified to income statement | | | | |
| Exchange differences on translation of foreign operations | 2,280.57 | (6.79) | - | - |
| Net gains/(losses) on cash flow hedges | - | - | - | - |
| Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income | 7.23 | (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 | - | - | - | - |
| 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 quarter, net of taxes | 2,287.80 | (10.50) | - | - |
| Total comprehensive income for the quarter | 3,991.59 | 491.00 | 33,537.94 | 22,562.00 |
| Attributable to: | | | | |
| Equity holders of the parent | - | - | 33,537.94 | 22,562.00 |
| Non-controlling interests | - | - | - | - |
| | | | 33,537.94 | 22,562.00 |

SELECTED PERFORMANCE INDICATORS AS AT 31.12.2022

| ITEM | Bank | |
|---|-----------|-----------|
| | 31-Dec-22 | 31-Mar-22 |
| Regulatory Capital Adequacy (LKR in Millions) | | |
| Common Equity Tier 1 | 7,195 | 15,467 |
| Core (Tier 1) Capital | 7,195 | 15,467 |
| Total Capital Base | 7,317 | 15,617 |
| Regulatory Capital Ratios (%) | | |
| Common Equity Tier 1 Capital (%) (Minimum Requirement 7.0%) | 20.14% | 36.00% |
| Tier 1 Capital Ratio (%) (Minimum Requirement 8.5%) | 20.14% | 36.00% |
| Total Capital Ratio (%) (Minimum Requirement 12.5%) | 20.49% | 36.35% |
| Leverage Ratio (Minimum Requirement - 3%) | 13.57% | 24.36% |
| Regulatory Liquidity | | |
| Statutory Liquid Assets (LKR in Millions) | 16,644.03 | 14,840.64 |
| Statutory Liquid Assets (USD in Millions) | 41.11 | 67.74 |
| Statutory Liquid Assets Ratio (%) (Minimum Requirement - 20%) | | |
| Domestic Banking Unit (%) | 60.68% | 114.89% |
| Off Shore Banking Unit (%) | 59.03% | 103.93% |
| Total Stock of High Quality Liquid Assets (LKR in Millions) | 6,759 | 10,717 |
| Liquidity Coverage Ratio (%) (Minimum Requirement-100%) | | |
| Ruppee (%) | 3099.69% | 2058.61% |
| All Currency (%) | 573.80% | 313.00% |
| Net Stable Funding Ratio (%) (Minimum Requirement 100%) | 103.17% | 116.08% |
| Assets Quality (Quality of Loan Portfolio) | | |
| Gross Non-Performing Advances Ratio (%) (net of interest in suspense) | 0.01% | 0.00% |
| Net-Non Performing Advances (%) (net of interest in suspense and provision) | 0.00% | 0.00% |
| Impaired Loans (Stage 3) Ratio (%) | 0.01% | 0.00% |
| Impairment (Stage 3) to Stage 3 Loans Ratio (%) | 100.00% | 100.00% |
| Profitability | | |
| Interest Margin (%) | 8.72% | 2.88% |
| Return on Assets (before Tax) (%) | 6.21% | 1.95% |
| Return on Equity (%) | 8.78% | 4.15% |

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st DECEMBER 2022

| Bank In LKR Million | Stated capital/Assigned capital | | Reserves | | | | | Total | Non-controlling interest | Total Equity |
|---|---------------------------------|----------------------------|------------------------|-------------|-------------------|----------------|-----------|-------|--------------------------|--------------|
| | Ordinary voting shares | Ordinary non-voting shares | Statutory Reserve fund | OCI reserve | Retained earnings | Other reserves | | | | |
| Balance as at 01.04.2022 | - | 2,442.83 | 450.95 | (4.95) | 7,963.50 | 4,634.82 | 15,487.15 | - | 15,487.15 | |
| Total comprehensive income for the year | - | - | - | - | 1,703.79 | - | 1,703.79 | - | 1,703.79 | |
| Profit/(Loss) for the year (net of tax) | - | - | - | - | - | - | - | - | - | |
| Other comprehensive income (net of tax) | - | - | - | 7.23 | - | 2,280.57 | 2,287.80 | - | 2,287.80 | |
| Total comprehensive income for the quarter | - | - | - | 7.23 | 1,703.79 | 2,280.57 | 3,991.59 | - | 3,991.59 | |
| 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 | - | - | - | - | (82.66) | - | (82.66) | - | (82.66) | |
| Total transactions with equity holders | - | - | - | - | (82.66) | - | (82.66) | - | (82.66) | |
| Balance as at 31.12.2022 | - | 2,442.83 | 450.95 | 2.28 | 9,584.62 | 6,915.39 | 19,396.07 | - | 19,396.07 | |

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31.12.2022

| In LKR Million | Bank | |
|---|--------------------|----------------------|
| | 31/12/2022 | 31/03/2022 (Audited) |
| Cash flows from operating activities | | |
| Interest receipts | 2,959.59 | 1,350.99 |
| Interest payments | (589.42) | (275.45) |
| Net commission receipts | 323.38 | 236.37 |
| Trading income | - | - |
| Payments to employees | (157.72) | (171.09) |
| VAT & NBT on financial services | (359.95) | (218.47) |
| Receipts from other operating activities | 305.64 | 353.42 |
| Payments on other operating activities | (253.00) | (253.70) |
| Operating profit before change in operating assets & liabilities | 2,228.52 | 1,022.08 |
| Non-cash items included in the Profit Before Tax (Increase) / decrease in operating assets | 85.55 | 109.35 |
| Balances with Central Bank of Sri Lanka | 2,188.14 | (4,450.99) |
| Financial assets at amortised cost-loans & advances | 11,246.88 | 3,085.04 |
| Other assets | 34.39 | 19.89 |
| Placements with Banks | 1,283.76 | (10,989.02) |
| (Increase) / decrease in operating assets | 14,753.17 | (12,335.08) |
| Increase / (decrease) in operating liabilities | | |
| Financial liabilities at amortised cost-due to depositors | (1,778.78) | 12,255.70 |
| Financial liabilities at amortised cost-due to debt securities holders | - | - |
| Financial liabilities at amortised cost-due to other borrowers | - | (2,115.45) |
| Financial liabilities at amortised cost - deposits from banks | (13,049.78) | 243.24 |
| Other liabilities | (152.33) | 154.70 |
| (Increase) / decrease in operating liabilities | (14,980.89) | 10,538.20 |
| Gratuity Paid | 5.77 | (21.77) |
| Net cash generated from operating activities before income tax | 2,092.12 | (687.23) |
| Income tax paid | (163.56) | (283.53) |
| Net cash (used in) / from operating activities | 1,928.56 | (970.76) |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | 6.14 | (3.81) |
| Proceeds from the sale of property, plant and equipment | - | - |
| Purchase of financial investments | 1,668.18 | - |
| Proceeds from the sale and maturity of financial investments | - | - |
| Net purchase of intangible assets | - | - |
| Net cash flow from acquisition of investment in subsidiaries, associates & joint ventures | - | - |
| Net cash flow from disposal of subsidiaries, associates & joint ventures | - | - |
| Dividends received from investment in subsidiaries, associates | - | - |
| Changes in Financial Investments-Net | 0.00 | 654.12 |
| Others | - | - |
| Net cash (| | |