

FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30TH JUNE 2018

INCOME STATEMENT FOR THE QUARTER ENDED 30TH JUNE 2018

	(Bank) (Rs in '000s)		Group (INR in Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01-Apr-18 To 30-Jun-18	From 01-Apr-17 To 30-Jun-17	From 01-Apr-18 To 30-Jun-18	From 01-Apr-17 To 30-Jun-17
Interest income	371,377.01	366,885.09	58,813.00	56,818.52
Less: Interest expense	(112,108.81)	(108,370.70)	(37,015.00)	(37,495.41)
Net interest income	259,268.20	258,514.39	21,798.00	19,323.11
Fee and commission income	50,954.49	77,980.66	4,976.00	4,385.13
Fee and commission expense	-	-	-	-
Net fee and commission income	50,954.49	77,980.66	4,976.00	4,385.13
Net gain/(loss) from trading	-	-	(1,264.00)	677.40
Net gain/(loss) from financial instrument designed at fair value through profit or loss	-	-	-	-
Net gain/(loss) from Financial investment	-	-	-	2,478.77
Other operating income (net)	28,206.83	43,729.78	2,967.00	6,416.74
Total operating income	338,429.53	380,224.84	28,477.00	33,281.15
Impairment for loans and other losses	(43,373.45)	22,891.48	(19,228.00)	(10,195.74)
Net operating income	295,056.07	403,116.31	9,249.00	23,085.41
Personnel expenses	(31,669.41)	(33,757.88)	(9,708.00)	(8,217.18)
Depreciation and amortisation	(2,466.30)	(2,257.43)	(798.00)	(811.45)
Other expenses	(26,783.74)	(25,446.52)	(5,998.00)	(9,690.84)
Operating profit/(loss) before value added tax (VAT)	234,136.63	341,654.49	(7,255.00)	4,365.94
Value added tax (VAT) on financial services	(17,680.34)	(25,811.37)	-	-
Operating profit/(loss) after value added tax (VAT)	216,456.29	315,843.12	(7,255.00)	4,365.94
Share of profits of associates and joint ventures	-	-	-	-
Profit/(Loss) before tax	216,456.29	315,843.12	(7,255.00)	4,365.94
Tax expenses	(52,904.02)	(64,797.55)	2,379.00	(1,260.59)
Profit/(loss) for the period	163,552.27	251,045.57	(4,876.00)	3,105.35
Profit attributable to :				
Equity Holders of the Bank	-	-	(4,876.00)	3,105.35
Non Controlling interests	-	-	-	-
	-	-	(4,876.00)	3,105.35
Earnings per share on profit				
Basic earnings per ordinary share	-	-	(21.91)	9.76
Diluted earnings per ordinary share	-	-	(21.91)	9.76

STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30TH JUNE 2018

	Bank (Rs in '000s)		Group (INR in Crores)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01-Apr-18 To 30-Jun-18	From 01-Apr-17 To 30-Jun-17	From 01-Apr-18 To 30-Jun-18	From 01-Apr-17 To 30-Jun-17
Profit/(loss) for the period	163,552.27	251,045.57	(4,876.00)	3,105.35
Other comprehensive income, net of tax	-	-	-	-
Changes in revaluation surplus	-	-	-	-
Actuarial gains and losses on defined benefit plans	-	-	-	-
"Gain and losses (arising from translating the financial statement of a foreign operation)"	-	-	-	-
"Gains and losses on re-measuring available for sale financial assets"	(7,001.60)	(4,791.69)	-	-
Gain and losses on cash flow hedges	-	-	-	-
Others	-	-	-	-
Share of profit of associates and joint ventures	-	-	-	-
"Less: Tax expense/(income) relating to components of other comprehensive income"	-	-	-	-
Other comprehensive income for the period, net of taxes	(7,001.60)	(4,791.69)	-	-
Total comprehensive income for the period	156,550.67	246,253.88	(4,876.00)	3,105.35

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30TH JUNE 2018

Bank	Stated capital/Assigned capital			Reserves			
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital	Reserve fund	Revaluation reserve	Retained earnings	Other reserves
In Rupees Thousand							
Balance as at 01.04.2018	-	-	2,442,827.45	307,144.65	-	6,394,418.99	-
Total comprehensive income for the year	-	-	-	-	-	163,552.27	(7,001.60)
Profit/(loss) for the year	-	-	-	-	-	-	-
Other comprehensive income (net of tax)	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	163,552.27	(7,001.60)
Transactions with equity holders, recognised directly in equity							
Share issue/increase of assigned capital	-	-	-	-	-	-	-
Share Options exercised	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-
Transfers to reserves 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)	-	-	-	-	-	-	-
Net change in fair value of AFS reserve	-	-	-	-	-	-	-
Currency translation adjustment	-	-	-	-	-	55,722.85	-
Total transactions with equity holders	-	-	-	-	-	55,722.85	-
Balance as at 30.06.2018	-	-	2,442,827.45	307,144.65	-	6,613,694.11	(7,001.60)

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Bank as at 30.06.2018	ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS						
	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
In Rupees Thousand							
ASSETS							
Cash and cash equivalents	559,300.43	-	-	-	-	-	559,300.43
Balances with central banks	334,440.65	-	-	-	-	-	334,440.65
Placements with banks	4,885,158.42	-	-	4.15	-	-	4,885,158.42
Derivative financial instruments	-	-	-	-	-	-	-
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	12,712,133.62	-	-	-	12,712,133.62
Financial investments	-	-	200,000.00	4,974,657.79	-	-	5,174,657.79
Total financial assets	5,778,899.50	-	200,000.00	12,712,137.77	4,974,657.79	-	23,665,695.05
LIABILITIES							
Due to banks	-	-	8,364,543.46	-	-	-	8,364,543.46
Derivative financial instruments	-	-	-	-	-	-	-
Other financial liabilities at fair value through profit or loss	-	-	-	-	-	-	-
Due to other customers	-	-	5,821,356.93	-	-	-	5,821,356.93
Other borrowings	-	-	-	-	-	-	-
Debt securities issued	-	-	-	-	-	-	-
Total financial liabilities	-	-	14,185,900.39	-	-	-	14,185,900.39

Assets	Bank (Rs in '000s)		Group (INR in '000')	
	Current Period	Previous Period	Current Period	Previous Period
	as at 30-Jun-18	as at (Audited) 31-Mar-18	as at 30-Jun-18	as at (Audited) 31-Mar-18
Cash and cash equivalents	559,300.43	2,349,014.39	-	1,802,003,111.00
Balances with central banks	334,440.65	342,685.49	-	-
Placements with banks	4,885,158.42	5,827,187.29	-	116,983,308.00
Derivative financial instruments	4.15	-	-	-
Other financial assets held-for-trading	-	-	-	-
Financial assets designated at fair value through profit or loss	-	-	-	-
Loans and receivables to banks	-	-	-	799,548,353.00
Loans and receivables to other customers	12,712,133.62	10,855,597.86	-	18,549,253,538.00
Financial investments - Available-for-sale	4,974,657.79	5,031,098.81	-	10,531,965,177.00
Financial investments - Held-to-maturity	200,000.00	200,000.00	-	-
Investment in subsidiaries	-	-	-	-
Investment in associates and joint ventures	-	-	-	-
Property, plant and equipment	138,485.38	18,568.35	-	399,922,511.00
Investment properties	-	-	-	-
Goodwill and intangible assets	-	-	-	-
Deferred tax assets	55,384.87	55,384.94	-	-
Other assets	24,327.22	21,641.26	-	2,269,941,995.00
Total assets	23,883,892.51	24,701,178.39	-	34,547,519,966.00
LIABILITIES				
Due to Banks	8,364,543.46	9,169,810.47	-	205,456,140.00
Derivative financial instruments	-	4.15	-	-
Other financial liabilities held-for-trading	-	-	-	-
Financial liabilities designated at fair value through Profit or loss	-	-	-	-
Due to other customers	5,821,356.93	6,023,607.61	-	26,857,976,710.00
Other borrowings	-	-	-	3,158,109,865.00
Debt securities issued	-	-	-	137,902,500.00
Current tax liabilities	69,165.88	73,637.03	-	-
Deferred tax liabilities	-	-	-	28,059.00
Other provisions	204,648.64	204,648.64	-	835,033,173.00
Other liabilities	67,513.01	85,079.41	-	836,319,536.00
Due to subsidiaries	-	-	-	-
Subordinated term debts	-	-	-	325,408,380.00
Total liabilities	14,527,227.91	15,556,787.30	-	32,356,234,363.00
Equity				
Stated capital/Assigned capital	2,442,827.45	2,442,827.45	-	8,924,588.00
Statutory reserve fund	307,144.65	307,144.65	-	653,369,837.00
Retained earnings	6,606,692.50	6,394,418.98	-	488,932,387.00
Other reserves	-	-	-	1,040,058,791.00
Total shareholders' equity	9,356,664.60	9,144,391.09	-	2,191,285,603.00
Non-controlling interests	-	-	-	-
Total equity	9,356,664.60	9,144,391.09	-	2,191,285,603.00
Total equity and liabilities	23,883,892.52	24,701,178.39	-	34,547,519,966.00
Contingent liabilities and commitments	21,067,176.80	22,763,860.17	-	12,360,485,954.00
Memorandum information				
Number of employees	77	77	-	264,041
Number of branches	6	6	-	22,420

SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING)

ITEM	Bank		Group (INR in Crores)	
	30-Jun-18	31-Mar-18	30-Jun-18	31-Mar-18
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. '000	9,407,857	9,105,938	-	184,146
Total Capital Base, Rs. '000	9,474,063	9,163,139	-	234,056
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 7.875%)	63.36%	58.81%	10.53%	10.02%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 11.875%)	63.81%	59.18%	12.83%	12.74%
Assets Quality (Quality of Loan Portfolio)				
Gross Non-Performing Advances Ratio, % (net of interest in suspense)	1.43%	1.66%	10.69%	10.91%
Net-Non Performing Advances, % (net of interest in suspense and provision)	0.00%	0.33%	5.29%	5.73%
Profitability				
Interest Margin, %	4.59%	4.78%	2.80%	2.17%
Return on Assets (before Tax), %	7.50%	2.20%	-0.57%	-0.19%
Return on Equity, %	7.50%	5.78%	-11.01%	-3.78%
Regulatory Liquidity				
Statutory Liquid Assets, Rs. '000				
Domestic Banking Unit Rs. '000	6,206,441	7,411,065	-	-
Off-Shore Banking Unit US\$ '000	29,676	30,756	-	-
Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)	111.20%	115.04%	-	-
Domestic Banking Unit				
Off-Shore Banking Unit				

CERTIFICATION:

We, the undersigned, being the Country Head and the Head of Compliance of State Bank of India certify jointly that:
(a) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;

Rajeev Ratna Srivastava
(Sgd.) Country Head, Sri Lanka
Date: 17.08.2018

Chamara Divithuragama
(Sgd.) Head of Compliance
Date: 17.08.2018

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Bank as at 31.03.2018	ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS						
	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
In Rupees Thousand							
ASSETS							
Cash and cash equivalents	2,349,014.39	-	-	-	-	-	2,349,014.39
Balances with central banks	342,685.49	-	-	-	-	-	342,685.49
Placements with banks	5,827,187.29	-	-	-	-	-	5,827,187.29
Derivative financial instruments	-	-	-	-	-	-	-
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-					