



# Seylan Bank PLC

Interim Financial Statements  
For the 06 Months Ended 30th June 2021

## **Seylan Bank records a Rs. 2.1 Bn Profit after Tax (PAT) for the first half of 2021**

Seylan Bank recorded Profits after Tax of Rs. 2,105 Million for the 6 months ended 30th June 2021 against Rs. 1,651 Million reported in the corresponding period of 2020.

Seylan Bank continues to support the nation's initiatives to rebuild the economy during these unprecedented times by implementing relief schemes to support customers affected by the pandemic.

### **Statement of Financial Performance**

Net Interest income increased from Rs 9,342 Million to Rs 10,971 Million, a 17.43% increase over the previous year. The Bank's net fee based income increased by 34.04% from Rs 1,626 Million to Rs 2,180 Million during 1H 2021 mainly due to increase in income related to Loans and Advances, Trade Finance, Guarantees and Debit & Credit Cards.

Other income captions comprising of net gains from trading activities, net gains from de-recognition of financial Assets, gains on foreign exchange transactions and other operating income increased by 23.74 % a net gain from Rs. 1,233 Million in 2020 to a net gain of Rs. 1,526 Million during 1H 2021.

Total Expenses recorded an increase of 5.94 % from 6,371 Million in the 1H of the previous year to Rs. 6,750 Million for the 6 months ended 30th June 2021. However, the Bank focused on relevant measures to curtail costs through process re-engineering and digitalization/automation.

### **Statement of Financial Position**

In the backdrop of low demand for credit, the Bank reported a growth of 4.54% in Loans and Advances to Rs 411,633 Million during the period under review. This is mainly due to increase in term loans, revolving import loans, pawning and lease rentals which was partly set off by decrease in refinance loans and import/export bills etc. The Gross NPA (Net of IIS) ratio is recorded at 6.51 % a slight increase from the 6.43% recorded as at year end 2020. Further the Bank's asset base expanded by Rs. 17,657 Million to Rs 575,364 Million.

Its overall deposit base increased from Rs. 440,303 Million in December 2020 to Rs. 455,098 Million in 1H 2021. The Bank's CASA ratio (Current and Savings) stood at 34.11 %.

### **Key financial ratios and Indicators**

Overall, as a result of the performance during the six months, Bank's Earnings per Share (EPS) stood at Rs. 3.94. The Bank recorded a Return (profit before tax) on Asset (ROAA) of 1.03 %

and Return on Equity (ROE) of 8.53 %. The Bank's Net Asset Value per Share as at 30th June 2021 was Rs. 93.55 (Group Rs. 96.93).

Seylan Bank remained soundly capitalized, by maintaining the capital adequacy ratios above the regulatory minimum requirements and recorded 10.29 % as Total Tier 1 Capital Ratio and 13.84 % as the Total Capital Ratio.

The Bank has taken and will continue to take all recommended measures to ensure the safety and wellbeing of its employees, customers and all other stakeholders during these unprecedented times.

**Seylan Bank PLC**  
**Income Statement**

(In terms of Rule 7.4 of the Colombo Stock Exchange)

	<b>Bank</b>			<b>Bank</b>		
	<i>For the Six Months Ended 30th June</i>			<i>For the Quarter Ended 30th June</i>		
	<b>2021</b> (Audited)	<b>2020</b> (Audited)	<b>Growth</b> %	<b>2021</b>	<b>2020</b>	<b>Growth</b> %
Interest Income	22,816,224	26,531,303	<b>(14.00)</b>	11,137,984	13,008,476	<b>(14.38)</b>
Less : Interest Expenses	11,845,508	17,189,330	<b>(31.09)</b>	5,701,283	8,367,921	<b>(31.87)</b>
<b>Net Interest Income</b>	<b>10,970,716</b>	<b>9,341,973</b>	<b>17.43</b>	<b>5,436,701</b>	<b>4,640,555</b>	<b>17.16</b>
Fee and Commission Income	2,251,452	1,726,807	<b>30.38</b>	1,043,090	680,319	<b>53.32</b>
Less : Fee and Commission Expenses	71,850	100,704	<b>(28.65)</b>	20,814	39,908	<b>(47.85)</b>
<b>Net Fee and Commission Income</b>	<b>2,179,602</b>	<b>1,626,103</b>	<b>34.04</b>	<b>1,022,276</b>	<b>640,411</b>	<b>59.63</b>
Net Gains/(Losses) from Trading	(451,678)	213,880	<b>(311.18)</b>	159,756	204,073	<b>(21.72)</b>
Net Gains from Derecognition of Financial Assets	443,997	370,638	<b>19.79</b>	258,777	301,086	<b>(14.05)</b>
Net Other Operating Income	1,533,279	648,419	<b>136.46</b>	338,560	312,531	<b>8.33</b>
<b>Total Operating Income</b>	<b>14,675,916</b>	<b>12,201,013</b>	<b>20.28</b>	<b>7,216,070</b>	<b>6,098,656</b>	<b>18.32</b>
Less : Impairment Charges	4,008,577	2,660,337	<b>50.68</b>	1,837,461	1,544,271	<b>18.99</b>
<b>Net Operating Income</b>	<b>10,667,339</b>	<b>9,540,676</b>	<b>11.81</b>	<b>5,378,609</b>	<b>4,554,385</b>	<b>18.10</b>
<b>Less : Operating Expenses</b>						
Personnel Expenses	3,832,944	3,656,587	<b>4.82</b>	1,893,990	1,808,562	<b>4.72</b>
Depreciation and Amortization Expenses	726,698	722,076	<b>0.64</b>	362,396	357,589	<b>1.34</b>
Other Expenses	2,189,969	1,992,333	<b>9.92</b>	1,104,783	943,469	<b>17.10</b>
<b>Total Operating Expenses</b>	<b>6,749,611</b>	<b>6,370,996</b>	<b>5.94</b>	<b>3,361,169</b>	<b>3,109,620</b>	<b>8.09</b>
<b>Operating Profit before Taxes</b>	<b>3,917,728</b>	<b>3,169,680</b>	<b>23.60</b>	<b>2,017,440</b>	<b>1,444,765</b>	<b>39.64</b>
Less : Value Added Tax on Financial Services	1,004,958	837,310	<b>20.02</b>	502,683	382,702	<b>31.35</b>
<b>Profit before Income Tax</b>	<b>2,912,770</b>	<b>2,332,370</b>	<b>24.88</b>	<b>1,514,757</b>	<b>1,062,063</b>	<b>42.62</b>
Less : Income Tax Expense	807,513	681,055	<b>18.57</b>	415,288	312,666	<b>32.82</b>
<b>Profit for the Period</b>	<b>2,105,257</b>	<b>1,651,315</b>	<b>27.49</b>	<b>1,099,469</b>	<b>749,397</b>	<b>46.71</b>
<b>Basic/Diluted Earnings per Ordinary Share (Rs.)</b>	<b>3.94</b>	<b>3.09</b>	<b>27.49</b>	<b>2.06</b>	<b>1.40</b>	<b>46.71</b>

## Seylan Bank PLC

### Statement of Profit or Loss and Other Comprehensive Income

(In terms of Rule 7.4 of the Colombo Stock Exchange)

	(Amounts in Rupees Thousands)					
	Bank			Bank		
	For the Six Months Ended 30th June			For the Quarter Ended 30th June		
	2021 (Audited)	2020 (Audited)	Growth %	2021	2020	Growth %
<b>Profit for the Period</b>	<b>2,105,257</b>	<b>1,651,315</b>	<b>27.49</b>	<b>1,099,469</b>	<b>749,397</b>	<b>46.71</b>
<b>Other Comprehensive Income/ (Loss), Net of Tax</b>						
<b>Items that are or may be Reclassified to Income Statement in Subsequent Periods</b>						
Net Movement of Cash Flow Hedge Reserve	15,082	2,782	<b>442.13</b>	20,643	27,028	<b>(23.62)</b>
Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	(1,109,289)	2,685,742	<b>(141.30)</b>	(401,701)	2,263,842	<b>(117.74)</b>
Less : Deferred Tax effect relating to items that are or may be Reclassified to Income Statement	(374,885)	752,008	<b>(149.85)</b>	(96,406)	633,876	<b>(115.21)</b>
<b>Items that will never be Reclassified to Income Statement in Subsequent Periods</b>						
Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	(378,829)	(12,995)	<b>(2,815.19)</b>	55,461	12,529	<b>342.66</b>
Less : Deferred Tax effect relating to items that will never be Reclassified to Income Statement	-	477,170	<b>(100.00)</b>	-	477,170	<b>(100.00)</b>
<b>Other Comprehensive Income/ (Loss) for the Period, Net of Taxes</b>	<b>(1,098,151)</b>	<b>1,446,351</b>	<b>(175.93)</b>	<b>(229,191)</b>	<b>1,192,353</b>	<b>(119.22)</b>
<b>Total Comprehensive Income for the Period</b>	<b>1,007,106</b>	<b>3,097,666</b>	<b>(67.49)</b>	<b>870,278</b>	<b>1,941,750</b>	<b>(55.18)</b>

# Seylan Bank PLC

## Income Statement

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in Rupees Thousands)

	Group			Group		
	For the Six Months Ended 30th June			For the Quarter Ended 30th June		
	2021	2020	Growth %	2021	2020	Growth %
Interest Income	22,820,072	26,535,028	(14.00)	11,139,932	13,010,385	(14.38)
Less : Interest Expenses	11,692,942	17,035,703	(31.36)	5,625,160	8,290,922	(32.15)
<b>Net Interest Income</b>	<b>11,127,130</b>	<b>9,499,325</b>	<b>17.14</b>	<b>5,514,772</b>	<b>4,719,463</b>	<b>16.85</b>
Fee and Commission Income	2,251,200	1,726,780	30.37	1,042,873	680,315	53.29
Less : Fee and Commission Expenses	71,850	101,080	(28.92)	20,814	40,284	(48.33)
<b>Net Fee and Commission Income</b>	<b>2,179,350</b>	<b>1,625,700</b>	<b>34.06</b>	<b>1,022,059</b>	<b>640,031</b>	<b>59.69</b>
Net Gains/(Losses) from Trading	(450,130)	212,770	(311.56)	155,549	206,198	(24.56)
Net Gains from Derecognition of Financial Assets	443,997	370,638	19.79	258,777	301,086	(14.05)
Net Other Operating Income	1,452,757	564,749	157.24	363,086	213,540	70.03
<b>Total Operating Income</b>	<b>14,753,104</b>	<b>12,273,182</b>	<b>20.21</b>	<b>7,314,243</b>	<b>6,080,318</b>	<b>20.29</b>
Less : Impairment Charges	4,008,577	2,660,337	50.68	1,837,461	1,544,271	18.99
<b>Net Operating Income</b>	<b>10,744,527</b>	<b>9,612,845</b>	<b>11.77</b>	<b>5,476,782</b>	<b>4,536,047</b>	<b>20.74</b>
<b>Less : Operating Expenses</b>						
Personnel Expenses	3,853,582	3,675,390	4.85	1,903,864	1,817,857	4.73
Depreciation and Amortization Expenses	750,503	740,428	1.36	374,276	367,278	1.91
Other Expenses	2,206,253	2,017,822	9.34	1,112,861	954,511	16.59
<b>Total Operating Expenses</b>	<b>6,810,338</b>	<b>6,433,640</b>	<b>5.86</b>	<b>3,391,001</b>	<b>3,139,646</b>	<b>8.01</b>
<b>Operating Profit before Taxes</b>	<b>3,934,189</b>	<b>3,179,205</b>	<b>23.75</b>	<b>2,085,781</b>	<b>1,396,401</b>	<b>49.37</b>
Less : Value Added Tax on Financial Services	1,004,958	837,310	20.02	502,683	382,702	31.35
<b>Profit before Income Tax</b>	<b>2,929,231</b>	<b>2,341,895</b>	<b>25.08</b>	<b>1,583,098</b>	<b>1,013,699</b>	<b>56.17</b>
Less : Income Tax Expense	771,483	731,394	5.48	429,114	329,143	30.37
<b>Profit for the Period</b>	<b>2,157,748</b>	<b>1,610,501</b>	<b>33.98</b>	<b>1,153,984</b>	<b>684,556</b>	<b>68.57</b>
<b>Profit Attributable to :</b>						
Equity Holders of the Bank	2,105,346	1,588,693	32.52	1,137,907	669,834	69.88
Non-Controlling Interest	52,402	21,808	140.29	16,077	14,722	9.20
<b>Profit for the Period</b>	<b>2,157,748</b>	<b>1,610,501</b>	<b>33.98</b>	<b>1,153,984</b>	<b>684,556</b>	<b>68.57</b>
<b>Basic/Diluted Earnings per Ordinary Share (Rs.)</b>	<b>3.94</b>	<b>2.97</b>	<b>32.52</b>	<b>2.13</b>	<b>1.25</b>	<b>69.88</b>

## Seylan Bank PLC

### Statement of Profit or Loss and Other Comprehensive Income

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in Rupees Thousands)

	Group			Group		
	For the Six Months Ended 30th June			For the Quarter Ended 30th June		
	2021	2020	Growth %	2021	2020	Growth %
<b>Profit for the Period</b>	<b>2,157,748</b>	<b>1,610,501</b>	<b>33.98</b>	<b>1,153,984</b>	<b>684,556</b>	<b>68.57</b>
<b>Other Comprehensive Income/ (Loss), Net of Tax</b>						
<b>Items that are or may be Reclassified to Income Statement</b>						
<b>in Subsequent Periods</b>						
Net Movement of Cash Flow Hedge Reserve	15,082	2,782	<b>442.13</b>	20,643	27,028	<b>(23.62)</b>
Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	(1,110,123)	2,689,434	<b>(141.28)</b>	(402,223)	2,267,251	<b>(117.74)</b>
Less : Deferred Tax effect relating to items that are or may be Reclassified to Income Statement	(374,968)	752,376	<b>(149.84)</b>	(96,457)	634,216	<b>(115.21)</b>
<b>Items that will never be Reclassified to Income Statement</b>						
<b>in Subsequent Periods</b>						
Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	(378,829)	(12,995)	<b>(2,815.19)</b>	55,461	12,529	<b>342.66</b>
Less : Deferred Tax effect relating to items that will never be Reclassified to Income Statement	-	477,170	<b>(100.00)</b>	-	477,170	<b>(100.00)</b>
<b>Other Comprehensive Income/(Loss) for the Period, Net of Taxes</b>	<b>(1,098,902)</b>	<b>1,449,675</b>	<b>(175.80)</b>	<b>(229,662)</b>	<b>1,195,422</b>	<b>(119.21)</b>
<b>Total Comprehensive Income for the Period</b>	<b>1,058,846</b>	<b>3,060,176</b>	<b>(65.40)</b>	<b>924,322</b>	<b>1,879,978</b>	<b>(50.83)</b>
<b>Total Comprehensive Attributable to :</b>						
Equity Holders of the Bank	<b>1,006,665</b>	<b>3,037,388</b>	<b>(66.86)</b>	<b>908,383</b>	<b>1,864,351</b>	<b>(51.28)</b>
Non-Controlling Interest	<b>52,181</b>	<b>22,788</b>	<b>128.98</b>	<b>15,939</b>	<b>15,627</b>	<b>2.00</b>
<b>Total Comprehensive Income for the Period</b>	<b>1,058,846</b>	<b>3,060,176</b>	<b>(65.40)</b>	<b>924,322</b>	<b>1,879,978</b>	<b>(50.83)</b>

# Seylan Bank PLC

## Statement of Financial Position

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in Rupees Thousands)

	Bank			Group		
	As at 30.06.2021 (Audited)	As at 31.12.2020 (Audited)	Growth %	As at 30.06.2021	As at 31.12.2020 (Audited)	Growth %
<b>Assets</b>						
Cash and Cash Equivalents	24,756,508	10,036,144	146.67	24,756,548	10,036,184	146.67
Balances with Central Bank of Sri Lanka	7,471,988	7,371,203	1.37	7,471,988	7,371,203	1.37
Placements with Banks and Finance Companies	5,384,487	10,730,528	(49.82)	5,384,487	10,730,528	(49.82)
Derivative Financial Instruments	152,860	403,984	(62.16)	152,860	403,984	(62.16)
Financial Assets recognized through Profit or Loss						
- Measured at Fair Value	9,299,378	4,545,853	104.57	9,301,261	4,553,778	104.25
- Designated at Fair Value	-	-	-	-	-	-
Financial Assets at Amortized Cost						
- Loans and Advances	411,633,521	393,766,147	4.54	411,633,521	393,766,147	4.54
- Debt and Other Instruments	52,123,092	53,692,471	(2.92)	52,145,928	53,692,471	(2.88)
Financial Assets measured at Fair Value through Other Comprehensive Income	46,204,210	59,024,231	(21.72)	46,260,600	59,081,506	(21.70)
Investment in Subsidiary	1,153,602	1,153,602	-	-	-	-
Group Balances Receivable	40,000	40,000	-	-	-	-
Property, Plant & Equipment	3,702,199	4,031,453	(8.17)	6,435,162	6,772,711	(4.98)
Right-of-use Assets	4,395,801	4,450,659	(1.23)	2,182,503	2,220,501	(1.71)
Investment Properties	-	-	-	854,755	856,604	(0.22)
Intangible Assets	585,563	620,530	(5.64)	585,563	620,530	(5.64)
Other Assets	8,461,120	7,840,615	7.91	8,513,445	7,899,785	7.77
<b>Total Assets</b>	<b>575,364,329</b>	<b>557,707,420</b>	<b>3.17</b>	<b>575,678,621</b>	<b>558,005,932</b>	<b>3.17</b>
<b>Liabilities</b>						
Due to Banks	24,828,370	32,679,687	(24.03)	24,828,370	32,679,687	(24.03)
Derivative Financial Instruments	223,858	39,981	459.91	223,858	39,981	459.91
Financial Liabilities at Amortized Cost						
- Due to Depositors	455,097,957	440,303,126	3.36	455,097,957	440,303,126	3.36
- Due to Debt Securities Holders	3,004,829	2,575,873	16.65	3,004,829	2,575,873	16.65
- Due to Other Borrowers	9,753	14,123	(30.94)	9,753	14,123	(30.94)
Group Balances Payable	205,369	261,462	(21.45)	-	-	-
Debt Securities Issued	22,896,874	17,058,558	34.23	22,896,874	17,058,558	34.23
Current Tax Liabilities	1,831,040	869,896	110.49	1,812,614	846,582	114.11
Deferred Tax Liabilities	784,524	1,469,778	(46.62)	1,063,672	1,789,866	(40.57)
Lease Liabilities	4,458,625	4,446,175	0.28	1,614,902	1,582,937	2.02
Other Liabilities	12,049,049	9,021,786	33.56	12,063,245	9,059,600	33.15
<b>Total Liabilities</b>	<b>525,390,248</b>	<b>508,740,445</b>	<b>3.27</b>	<b>522,616,074</b>	<b>505,950,333</b>	<b>3.29</b>
<b>Equity</b>						
Stated Capital	18,323,881	17,548,347	4.42	18,323,881	17,548,347	4.42
Statutory Reserve Fund	2,103,522	2,103,522	-	2,103,522	2,103,522	-
Fair Value through Other Comprehensive Income Reserve	1,172,099	2,285,332	(48.71)	1,143,264	2,257,027	(49.35)
Retained Earnings	26,447,382	24,683,224	7.15	27,146,183	25,381,609	6.95
Other Reserves	1,927,197	2,346,550	(17.87)	3,059,965	3,479,318	(12.05)
<b>Total Shareholders' Equity</b>	<b>49,974,081</b>	<b>48,966,975</b>	<b>2.06</b>	<b>51,776,815</b>	<b>50,769,823</b>	<b>1.98</b>
<b>Non-controlling Interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,285,732</b>	<b>1,285,776</b>	<b>-</b>
<b>Total Equity</b>	<b>49,974,081</b>	<b>48,966,975</b>	<b>2.06</b>	<b>53,062,547</b>	<b>52,055,599</b>	<b>1.93</b>
<b>Total Equity &amp; Liabilities</b>	<b>575,364,329</b>	<b>557,707,420</b>	<b>3.17</b>	<b>575,678,621</b>	<b>558,005,932</b>	<b>3.17</b>
<b>Contingent Liabilities and Commitments</b>	<b>206,361,531</b>	<b>195,154,154</b>	<b>5.74</b>	<b>206,374,880</b>	<b>195,173,315</b>	<b>5.74</b>
<b>Memorandum Information</b>						
Number of Employees	3,220	3,251	(0.95)	3,240	3,271	(0.95)
Number of Banking Centres	171	172	(0.58)	171	172	(0.58)
Net Assets Value per Ordinary Share (Rs.)	93.55	94.71	(1.22)	96.93	98.20	(1.29)

### Certification;

I certify that the above Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

**Champika Dodanwala (Ms.)**

Chief Financial Officer

We the undersigned, being the Chairman, Director/ Chief Executive Officer of Seylan Bank PLC certify jointly that,

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka; and
- the information contained in these statements have been extracted from the un-audited financial statements of the Bank & Group unless indicated as audited .

(Sgd.)

**W.M.R.S.Dias**

Chairman

August 10, 2021

Colombo

(Sgd.)

**Kapila Ariyaratne**

Director/Chief Executive Officer



**Seylan Bank PLC**  
**Statement of Changes in Equity**  
**For the Six Months ended 30th June - Bank**

(Amounts in Rupees Thousands)

	Stated Capital		Statutory Reserve Fund *	Retained Earnings	Other Reserves			Total
	Ordinary Shares - Voting	Ordinary Shares - Non Voting			Revaluation Reserve	FVOCI Reserve	Other Reserves	
						**		
<b>1 Balance as at 01st January 2020</b>	<b>10,884,710</b>	<b>6,160,014</b>	<b>1,952,957</b>	<b>22,823,239</b>	<b>858,312</b>	<b>(14,219)</b>	<b>1,962,261</b>	<b>44,627,274</b>
<b>Total Comprehensive Income for the Period</b>								
Profit for the Period	-	-	-	1,651,315	-	-	-	1,651,315
Other Comprehensive Income (Net of Tax)								
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	1,933,734	-	1,933,734
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(490,165)	-	(490,165)
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	2,782	2,782
<b>2 Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,651,315</b>	<b>-</b>	<b>1,443,569</b>	<b>2,782</b>	<b>3,097,666</b>
<b>Transactions with Equity Holders , Recognized Directly In Equity</b>								
Cash/Scrip Dividends to Equity Holders	251,477	252,146	-	(1,007,247)	-	-	-	(503,624)
Transferred from Investment Fund Reserve	-	-	-	279,367	-	-	(279,367)	-
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	(308)	-	308	-	-
<b>3 Total Transactions with Equity Holders</b>	<b>251,477</b>	<b>252,146</b>	<b>-</b>	<b>(728,188)</b>	<b>-</b>	<b>308</b>	<b>(279,367)</b>	<b>(503,624)</b>
<b>Balance as at 30th June 2020 (1 + 2 + 3)</b>	<b>11,136,187</b>	<b>6,412,160</b>	<b>1,952,957</b>	<b>23,746,366</b>	<b>858,312</b>	<b>1,429,658</b>	<b>1,685,676</b>	<b>47,221,316</b>
<b>1 Balance as at 01st January 2021</b>	<b>11,136,187</b>	<b>6,412,160</b>	<b>2,103,522</b>	<b>24,683,224</b>	<b>858,312</b>	<b>2,285,332</b>	<b>1,488,238</b>	<b>48,966,975</b>
<b>Total Comprehensive Income for the Period</b>								
Profit for the Period	-	-	-	2,105,257	-	-	-	2,105,257
Other Comprehensive Income (net of tax)								
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(734,404)	-	(734,404)
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(378,829)	-	(378,829)
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	15,082	15,082
<b>2 Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,105,257</b>	<b>-</b>	<b>(1,113,233)</b>	<b>15,082</b>	<b>1,007,106</b>
<b>Transactions with Equity Holders , Recognized Directly In Equity</b>								
Scrip Dividends to Equity Holders	385,075	390,459	-	(775,534)	-	-	-	-
Transferred from Investment Fund Reserve	-	-	-	434,435	-	-	(434,435)	-
<b>3 Total Transactions with Equity Holders</b>	<b>385,075</b>	<b>390,459</b>	<b>-</b>	<b>(341,099)</b>	<b>-</b>	<b>-</b>	<b>(434,435)</b>	<b>-</b>
<b>Balance as at 30th June 2021 (1 + 2 + 3)</b>	<b>11,521,262</b>	<b>6,802,619</b>	<b>2,103,522</b>	<b>26,447,382</b>	<b>858,312</b>	<b>1,172,099</b>	<b>1,068,885</b>	<b>49,974,081</b>

\* Statutory Reserve Fund represents the statutory requirement in terms of the Section 20(1) and (2) of the Banking Act No. 30 of 1988 (5% of net profit after tax).

\*\* FVOCI Reserve - Fair Value through Other Comprehensive Income Reserve.

**Seylan Bank PLC**  
**Statement of Changes in Equity**  
**For the Six Months ended 30th June - Group**

(Amounts in Rupees Thousands)

	Stated Capital		Statutory Reserve Fund *	Retained Earnings	Other Reserves			Total	Non-Controlling Interest	Total Equity
	Ordinary Shares - Voting	Ordinary Shares - Non Voting			Revaluation Reserve	FVOCI Reserve	Other Reserves			
						**				
<b>1 Balance as at 01st January 2020</b>	<b>10,884,710</b>	<b>6,160,014</b>	<b>1,952,957</b>	<b>23,494,184</b>	<b>1,714,728</b>	<b>(44,601)</b>	<b>2,217,474</b>	<b>46,379,466</b>	<b>1,264,588</b>	<b>47,644,054</b>
<b>Total Comprehensive Income for the Period</b>										
Profit for the Period	-	-	-	1,588,693	-	-	-	1,588,693	21,808	1,610,501
Other Comprehensive Income (Net of Tax)										
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	1,936,078	-	1,936,078	980	1,937,058
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(490,165)	-	(490,165)	-	(490,165)
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	2,782	2,782	-	2,782
<b>2 Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,588,693</b>	<b>-</b>	<b>1,445,913</b>	<b>2,782</b>	<b>3,037,388</b>	<b>22,788</b>	<b>3,060,176</b>
<b>Transactions with Equity Holders , Recognized Directly In Equity</b>										
Cash/Scrip Dividends to Equity Holders	251,477	252,146	-	(1,007,247)	-	-	-	(503,624)	(47,998)	(551,622)
Transferred from Investment Fund Reserve	-	-	-	279,367	-	-	(279,367)	-	-	-
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	(308)	-	308	-	-	-	-
<b>3 Total Transactions with Equity Holders</b>	<b>251,477</b>	<b>252,146</b>	<b>-</b>	<b>(728,188)</b>	<b>-</b>	<b>308</b>	<b>(279,367)</b>	<b>(503,624)</b>	<b>(47,998)</b>	<b>(551,622)</b>
<b>Balance as at 30th June 2020 (1 + 2 + 3)</b>	<b>11,136,187</b>	<b>6,412,160</b>	<b>1,952,957</b>	<b>24,354,689</b>	<b>1,714,728</b>	<b>1,401,620</b>	<b>1,940,889</b>	<b>48,913,230</b>	<b>1,239,378</b>	<b>50,152,608</b>
<b>1 Balance as at 01st January 2021</b>	<b>11,136,187</b>	<b>6,412,160</b>	<b>2,103,522</b>	<b>25,381,609</b>	<b>1,735,867</b>	<b>2,257,027</b>	<b>1,743,451</b>	<b>50,769,823</b>	<b>1,285,776</b>	<b>52,055,599</b>
<b>Total Comprehensive Income for the Period</b>										
Profit for the Period	-	-	-	2,105,346	-	-	-	2,105,346	52,402	2,157,748
Other Comprehensive Income (Net of Tax)										
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(734,934)	-	(734,934)	(221)	(735,155)
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(378,829)	-	(378,829)	-	(378,829)
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	15,082	15,082	-	15,082
<b>2 Total Comprehensive Income for the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,105,346</b>	<b>-</b>	<b>(1,113,763)</b>	<b>15,082</b>	<b>1,006,665</b>	<b>52,181</b>	<b>1,058,846</b>
<b>Transactions with Equity Holders , Recognized Directly In Equity</b>										
Cash/Scrip Dividends to Equity Holders	385,075	390,459	-	(775,534)	-	-	-	-	(52,362)	(52,362)
Transferred from Investment Fund Reserve	-	-	-	434,435	-	-	(434,435)	-	-	-
Other Adjustments	-	-	-	327	-	-	-	327	137	464
<b>3 Total Transactions with Equity Holders</b>	<b>385,075</b>	<b>390,459</b>	<b>-</b>	<b>(340,772)</b>	<b>-</b>	<b>-</b>	<b>(434,435)</b>	<b>327</b>	<b>(52,225)</b>	<b>(51,898)</b>
<b>Balance as at 30th June 2021 (1 + 2 + 3)</b>	<b>11,521,262</b>	<b>6,802,619</b>	<b>2,103,522</b>	<b>27,146,183</b>	<b>1,735,867</b>	<b>1,143,264</b>	<b>1,324,098</b>	<b>51,776,815</b>	<b>1,285,732</b>	<b>53,062,547</b>

\* Statutory Reserve Fund represents the statutory requirement in terms of the Section 20(1) and (2) of the Banking Act No. 30 of 1988 (5% of net profit after tax).

\*\* FVOCI Reserve - Fair Value through Other Comprehensive Income Reserve.

# SEYLAN BANK PLC

## STATEMENT OF CASH FLOWS

For the Six months ended 30th June

	Bank		Group	
	2021 LKR '000	2020 LKR '000	2021 LKR '000	2020 LKR '000
<b>Cash Flows from Operating Activities</b>				
Interest Receipts	19,863,224	22,068,829	19,867,072	22,072,554
Interest Payments	(12,014,098)	(16,596,939)	(12,012,253)	(16,584,745)
Net Commission Receipts	2,179,602	1,626,103	2,179,350	1,625,700
Trading Income	5,872	124,462	7,420	123,352
Payments to Employees	(3,563,459)	(3,467,983)	(3,577,706)	(3,480,674)
VAT on Financial Services Paid	(1,240,126)	(674,804)	(1,240,126)	(674,804)
Receipts from Other Operating Activities	2,566,820	683,167	2,611,497	599,497
Payments on Other Operating Activities	(1,250,076)	(1,410,589)	(1,280,421)	(1,436,078)
<b>Operating Profit before Changes in Operating Assets and Liabilities</b>	<b>6,547,759</b>	<b>2,352,246</b>	<b>6,554,833</b>	<b>2,244,802</b>
<b>(Increase)/Decrease in Operating Assets :</b>				
Balances with Central Bank of Sri Lanka	(100,785)	7,446,620	(100,785)	7,446,620
Financial Assets at Amortized Cost - Loans and Advances	(20,412,023)	2,114,780	(20,412,023)	2,114,780
Other Assets	649,798	1,156,306	639,783	1,253,854
<b>Increase/(Decrease) in Operating Liabilities :</b>				
Financial Liabilities at Amortized Cost - Due to Depositors	16,372,940	11,059,150	16,372,940	11,059,150
Financial Liabilities at Amortized Cost - Due to Debt Securities Holders	430,365	(1,271,210)	430,365	(1,271,210)
Financial Liabilities at Amortized cost - Due to Other Borrowers	(4,370)	(5,116)	(4,370)	(5,116)
Other Liabilities	1,274,803	(1,002,247)	1,298,468	(1,110,113)
Due to Banks	(7,851,317)	(2,906,957)	(7,851,317)	(2,906,957)
<b>Cash (Used in) /Generated from Operating Activities before Income Tax</b>	<b>(3,092,830)</b>	<b>18,943,572</b>	<b>(3,072,106)</b>	<b>18,825,810</b>
Income Tax Paid	(156,858)	(570,251)	(156,858)	(570,251)
<b>Net Cash (Used in) / Generated from Operating Activities</b>	<b>(3,249,688)</b>	<b>18,373,321</b>	<b>(3,228,964)</b>	<b>18,255,559</b>
<b>Cash flows from Investing Activities</b>				
Purchase of Property, Plant and Equipment	(82,907)	(225,267)	(105,904)	(237,592)
Improvements in Investment Properties	-	-	(7,527)	(9,638)
Proceeds from Sale of Property, Plant and Equipment	39	6,695	39	6,695
Net Proceeds from Sale, Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds, Development and Sovereign Bonds maturing after Three Months	7,924,217	(5,507,958)	7,924,217	(5,507,958)
Net Proceeds from Sale, Maturity and Purchase of Financial Investments of Shares and Debentures	51,018	(194,710)	57,945	(197,350)
Reverse Repurchase Agreements maturing after Three Months	(581)	21,645	(581)	21,645
Net Purchase of Intangible Assets	(53,202)	(28,109)	(53,202)	(28,109)
Net Cash Flow from Acquisition of Investment in Subsidiaries	-	-	-	-
Net Cash Flow from Disposal of Subsidiaries	-	-	-	-
Dividend Received from Investment in Subsidiaries	125,199	-	-	-
Dividend Received from Other Investments	15,135	5,026	15,135	5,026
<b>Net Cash (Used in) / Generated from Investing Activities</b>	<b>7,978,918</b>	<b>(5,922,678)</b>	<b>7,830,122</b>	<b>(5,947,281)</b>
<b>Cash Flows from Financing Activities</b>				
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	6,000,000	-	6,000,000	-
Repayment of Subordinated Debt	-	-	-	-
Interest Paid on Subordinated Debt	(1,396,926)	(1,399,484)	(1,388,397)	(1,399,484)
Interest Paid on Un-subordinated Debt	-	(107,737)	-	(107,737)
Dividend Paid to Non-controlling Interest	-	-	(10)	(2)
Dividend Paid to Shareholders of the Bank	(115)	(60)	(115)	(60)
Dividend paid to Holders of Other Equity Instruments	-	-	-	-
Repayment of Principal Portion of Lease Liabilities	(393,120)	(343,921)	(250,731)	(201,554)
<b>Net Cash (Used in) / Generated from Financing Activities</b>	<b>4,209,839</b>	<b>(1,851,202)</b>	<b>4,360,747</b>	<b>(1,708,837)</b>
Net Increase / (Decrease) in Cash and Cash Equivalents	8,939,069	10,599,441	8,961,905	10,599,441
Cash and Cash Equivalents at Beginning of the Year	37,515,866	24,716,667	37,516,404	24,717,205
<b>Cash and Cash Equivalents at End of the Period</b>	<b>46,454,935</b>	<b>35,316,108</b>	<b>46,478,309</b>	<b>35,316,646</b>
<b>Reconciliation of Cash and Cash Equivalents</b>				
Cash and Cash Equivalents	24,841,226	12,068,497	24,841,266	12,068,537
Placements with Banks and Finance Companies	5,411,572	6,630,069	5,412,070	6,630,567
Government of Sri Lanka Treasury Bills/Bonds, Development and Sovereign Bonds maturing within Three Months	14,962,557	6,196,704	14,985,393	6,196,704
Securities Purchased under Resale Agreements maturing within Three Months	1,239,580	10,420,838	1,239,580	10,420,838
	<b>46,454,935</b>	<b>35,316,108</b>	<b>46,478,309</b>	<b>35,316,646</b>

## EXPLANATORY NOTES

### 1. General

The Financial Statements of the Bank and Group have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRSs/LKASs) issued by The Institute of Chartered Accountants of Sri Lanka. There are no changes to the accounting policies and methods of computation since the publication of the last Annual Report.

The Interim Financial Statements of the Bank and the Group have been prepared & presented in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS) and provided necessary disclosure to comply with LKAS 34, Interim Financial Reporting.

The group financial statements comprise of the consolidated Financial Statements of the Company and its subsidiary Seylan Developments PLC (70.51%).

### Covid 19 Impact

The socio-economic impact of Corona Virus Disease (Covid 19) pandemic situation has a direct and substantial impact on the Bank's normal business/operations. The Bank has complied with the guidelines and directives issued with this regard by the Government, the Central Bank of Sri Lanka and other regulators, while closely monitoring its working capital to balance the cash inflow and outflow measurements. The Bank ensured health and safety protocols for its staff and customers. The Bank will continue to take necessary protocols and actions to manage the pandemic (refer note 7(iv) for details of Expected Credit Loss (ECL) Computation).

### 2. Information on Ordinary Shares

Market Price (Rs.)	30/06/2021		30/06/2020	
	Voting	Non-Voting	Voting	Non-Voting
Market Price Per Share	49.20	38.50	47.50	30.40
Highest price per share during the quarter ended	51.50	44.50	50.00	32.90
Lowest price per share during the quarter ended	47.00	37.20	25.00	19.30

Stated Capital as at June 30, 2021	No of Shares	Stated Capital Rs. '000
Ordinary Voting	264,267,493	11,521,262
Ordinary Non-Voting	269,923,190	6,802,619
<b>Total</b>	<b>534,190,683</b>	<b>18,323,881</b>

### 3. Shareholders Information

#### 3.1 Twenty Largest Ordinary Voting Shareholders as at June 30, 2021

		No. of Shares	%
1	Sri Lanka Insurance Corporation Ltd [includes General Fund and Life Fund]	39,640,115	15.00
2	Brown & Company PLC A/C No. 01	27,687,279	10.48
3	Employees Provident Fund	26,050,200	9.86
4	Mr. K D D Perera	25,086,126	9.49
5	Sampath Bank PLC/LOLC Investments Ltd	24,726,404	9.36
6	National Development Bank PLC	23,056,970	8.72
7	Bank of Ceylon No. 1 Account	14,865,044	5.62
8	Seylan Bank PLC A/C No. 04 – Employees' Gratuity Trust Fund	13,708,884	5.19
9	People's Leasing & Finance PLC /Don and Don Holdings (Pvt) Ltd	9,659,816	3.66
10	Sampath Bank PLC/ Brown and Company PLC	8,979,659	3.40
11	Employees' Trust Fund Board	5,619,482	2.13
12	NDB Capital Holdings Limited A/C No. 02	2,676,690	1.01
13	Sisil Investment Holdings (Pvt) Ltd	2,499,201	0.95
14	Asiri Hospitals Holdings PLC	2,000,000	0.76
15	Mr. M J Fernando	1,334,457	0.50
16	Mr. R R Leon	1,250,555	0.47
17	Mr. K R B Fernando	1,143,462	0.43
18	AIA Insurance Lanka Ltd A/C No. 07	866,628	0.33
19	Seyshop (Pvt) Ltd	707,834	0.27
20	Esots (Pvt) Ltd	695,689	0.26

#### 3.2 Twenty Largest Ordinary Non-Voting Shareholders as at June 30, 2021

		No. of Shares	%
1	LOLC Holdings PLC	135,480,883	50.19
2	Employees' Provident Fund	14,397,596	5.33
3	Sri Lanka Insurance Corporation Ltd - Life Fund	9,040,537	3.35
4	Akbar Brothers Pvt Ltd A/C No. 01	5,797,003	2.15
5	Deutsche Bank AG as Trustee for JB Vantage Value Equity Fund	3,933,895	1.46
6	Pershing LLC S/A Averbach Grauson & Co	3,812,293	1.41
7	People's Leasing & Finance PLC /Mrs. P Thavarajah	3,671,929	1.36
8	Employees' Trust Fund Board	3,222,060	1.19
9	Merrill J Fernando & Sons (Pvt) Limited	2,998,293	1.11
10	People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd	2,833,545	1.05
11	Mr. R R Leon	2,476,199	0.92
12	LOLC Technology Services Limited	2,357,043	0.87
13	Mr. N Balasingam	2,111,712	0.78
14	Sri Lanka Insurance Corporation Ltd-General Fund	1,906,234	0.71
15	GF Capital Global Ltd	1,614,805	0.60
16	Mr. M J Fernando	1,477,783	0.55
17	Mr. R Gautam	1,458,758	0.54
18	First Capital Limited	1,370,122	0.51
19	Dr. S Yaddehige	1,269,598	0.47
20	Ms. S Durga	1,254,485	0.46

### 3.3 Public Holdings as at June 30, 2021

The Bank is compliant under Option 3 of the Section 7.13.1 (Minimum Public Holding requirement) of the Rules of the Colombo Stock Exchange.

Float adjusted market capitalization	- Rs. 7.132 Bn
Public Holding Percentage	- 54.85 %
Number of Public Shareholders	- 10,216

### 4. Directors' and Chief Executive Officer's Shareholdings as at June 30, 2021

<u>Name of Director</u>	<u>No of Shares</u> (Ordinary Voting)	<u>No of Shares</u> (Ordinary Non-Voting)
Mr. W M R S Dias, Non-Executive Director / Chairman	Nil	Nil
Mr. W D K Jayawardena, Non-Executive Director/Deputy Chairman	Nil	Nil
Ms. M C Pietersz, Independent Director /Senior Director	Nil	Nil
Mr. K P Ariyaratne, Director/Chief Executive Officer	66,399	222,061
Mr. P L S K Perera, Independent Director	Nil	Nil
Mr. S V Corea, Non-Executive Director	101	Nil
Mr. A S Wijesinha, Independent Director	Nil	Nil
Ms. S K Salgado, Independent Director	Nil	Nil
Mr. D M D K Thilakaratne, Non-Executive Director	Nil	Nil
Mr. D R Abeysuriya, Independent Director	Nil	Nil
Ms. V G S S Kotakadeniya, Alternate Director to Non - Executive Director, Mr. W D K Jayawardena	Nil	Nil

### 5. Basic/ Diluted Earnings per Share

Basic Earnings per share has been calculated by dividing profit after tax attributable to the equity holders of the Bank by the weighted average number of shares in issue (both Voting & Non-voting) during the six months ended June 30, 2021. Diluted Earnings per Share and the Basic Earnings per Share is the same due to non-availability of potentially dilutive ordinary shares. Weighted average number of ordinary shares as at June 30, 2020 has been restated based on the no of shares issued for Scrip Dividend for 2020.

### 6. Events after the Reporting Date

The Bank redeemed 17,277,200 debentures of Rs.100/- each amounting to Rs.1,727,720,000/- out of the Rs.5,000,000,000/- Unsecured, Subordinated, Redeemable Debentures allotted in July 2016, upon maturity of the 5 years' tenure on 15th July 2021 .

### 7. Other Matters

#### i. Debenture Issue 2021

The Bank proceeded with a Debenture Issue of Fifty Million (50,000,000) fully paid, BASEL III compliant, Tier 2, listed, rated, unsecured, subordinated, redeemable debentures with a non-viability conversion of the par value of Rupees Hundred each (Rs.100/-) aggregating up to a value of Rupees Five Billion (Rs.5,000,000,000/-) with an option to issue further Ten Million (10,000,000) of such Debentures in the event of an oversubscription with the total value of the debentures in such event aggregating to Rupees Six Billion (Rs.6,000,000,000/-) by way of a public issue. The Issue was oversubscribed and 60,000,000 debentures of Rs.100/- each amounting to Rs.6, 000,000,000/- were allotted to the successful investors on 12th April 2021.

## Debenture Issue Proceeds Utilization as at 30.06.2021

Objective Number	Objective as per Prospectus	Proposed date of utilization as per prospectus	Amount allocated from proceeds in LKR(A)	% of total proceeds	Amount utilized in LKR (B)	% of Utilized against allocation (B/A)	Details if not fully utilized
1	To strengthen the Tier 2 Capital base of the Bank as per BASEL III requirements	With effect from the Date of Allotment *					
2	To meet the current credit demand (loans and advances) of the Bank	Within twelve months from the date of allotment or 31st December 2021 whichever is earlier	6 Bn	100	6 Bn	100	N/A

\*Incorporated for the Capital Adequacy as of 30.06.2021

### ii. Gratuity

The Bank has not recognized an additional gratuity liability in the financial statement for ex-employees who have not entered into the “Memorandum of settlement (MOS)” with the Bank, giving the right to settle the said liability by utilizing proceeds expected from disposal of shares held by share trust companies, as the liability is contingent upon the signing the “Memorandum of Settlement” and the prevailing Share Prices as at that date of signing. If the above uncertainties are resolved, the Bank estimates an additional cash outflow of Rs.119Mn. (net of tax) as of June 30, 2021.

### iii. Corporate Income Tax rate

The Gazette Notification dated March 18, 2021 was issued to amend the Inland Revenue Act, No. 24 of 2017(effective from 1st January 2020). The above amendment is considered as substantially enacted as at the reporting date and the tax rate was adapted accordingly in the computation of income tax including deferred tax at 24%.

### iv. Expected Credit Loss Computation

The Bank’s estimated Expected Credit Loss (ECL) was based on the Probability of Default (PD), Loss Given Default (LGD) as at June 30, 2021 and Economic Factor Adjustment (EFA) applying the recent forecasts and projections published by the Central Bank of Sri Lanka.

Further, the Bank has made additional provisions as management overlay, based on the assessment of significant increase in credit risk, and by stress testing the exposures to risk elevated sectors / sectors and facilities which have been continuously under moratorium to address the potential implications of Covid – 19 pandemic and the moratorium schemes introduced to support the recovery of the economy.

## **8. Comparative Figures**

Comparative figures have been re-classified where necessary, to conform to the current period presentation.

During the quarter there were no material changes in Contingent Liabilities, composition of Assets and Liabilities and use of funds raised by the Bank.

All known expenditure items have been provided in these Interim Accounts.



**9. Seylan Bank PLC**  
**Segment Reporting (Group)**

(Amounts in Rupee Thousands)

	Banking		Treasury		Property/ Investments		Unallocated/ Eliminations		Total	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020	30.06.2021	30.06.2020	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Interest Income	18,409,756	21,183,744	4,740,084	5,914,328	14,222	15,174	(343,990)	(578,218)	22,820,072	26,535,028
Interest Expense	11,032,464	14,761,801	737,068	2,352,102	-	19	(76,590)	(78,219)	11,692,942	17,035,703
<b>Net Interest Income</b>	<b>7,377,292</b>	<b>6,421,943</b>	<b>4,003,016</b>	<b>3,562,226</b>	<b>14,222</b>	<b>15,155</b>	<b>(267,400)</b>	<b>(499,999)</b>	<b>11,127,130</b>	<b>9,499,325</b>
Fee and Commission Income	2,237,558	1,712,702	2,570	2,878	-	-	11,072	11,200	2,251,200	1,726,780
Fee and Commission Expense	59,008	89,566	12,842	11,138	-	376	-	-	71,850	101,080
<b>Net Fee and Commission Income</b>	<b>2,178,550</b>	<b>1,623,136</b>	<b>(10,272)</b>	<b>(8,260)</b>	<b>-</b>	<b>(376)</b>	<b>11,072</b>	<b>11,200</b>	<b>2,179,350</b>	<b>1,625,700</b>
Net Gains/(Losses) from Trading	-	-	(451,678)	213,880	1,548	(1,110)	-	-	(450,130)	212,770
Net Gains from Derecognition of Financial Assets	-	-	443,997	370,638	-	-	-	-	443,997	370,638
Net Other Operating Income	83,084	(16,788)	1,449,590	565,351	177,535	163,942	(257,452)	(147,756)	1,452,757	564,749
Inter Segment Revenue	(36,988)	(37,885)	-	-	-	-	36,988	37,885	-	-
<b>Total Operating Income</b>	<b>9,601,938</b>	<b>7,990,406</b>	<b>5,434,653</b>	<b>4,703,835</b>	<b>193,305</b>	<b>177,611</b>	<b>(476,792)</b>	<b>(598,670)</b>	<b>14,753,104</b>	<b>12,273,182</b>
Depreciation and Amortisation Expenses	452,482	467,143	2,868	2,631	537	360	294,616	270,294	750,503	740,428
Impairment Charge for the Period	4,075,867	2,511,899	(67,290)	148,438	-	-	-	-	4,008,577	2,660,337
Operating Expenses & VAT on Financial Services	5,016,241	4,699,478	916,452	862,747	37,705	44,639	1,094,395	923,658	7,064,793	6,530,522
<b>Reportable Segment Profit before Income Tax</b>	<b>57,348</b>	<b>311,886</b>	<b>4,582,623</b>	<b>3,690,019</b>	<b>155,063</b>	<b>132,612</b>	<b>(1,865,803)</b>	<b>(1,792,622)</b>	<b>2,929,231</b>	<b>2,341,895</b>
Income Tax Expense									771,483	731,394
<b>Profit For The Period</b>									<b>2,157,748</b>	<b>1,610,501</b>
<b>Profit Attributable To:</b>										
Equity Holders of The Bank									2,105,346	1,588,693
Non-controlling Interests									52,402	21,808
<b>Profit For The Period</b>									<b>2,157,748</b>	<b>1,610,501</b>
<b>Other Comprehensive Income, Net of Income Tax</b>									<b>(1,098,902)</b>	1,449,675
<b>Other Information</b>										
Total Assets	408,273,348	373,563,632	141,078,428	124,186,881	5,898,388	5,922,977	20,428,457	22,574,013	575,678,621	526,247,503
Total Liabilities & Equity	463,148,913	423,982,589	77,654,691	78,817,494	5,898,388	5,922,977	28,976,629	17,524,443	575,678,621	526,247,503
Cash Flows from Operating Activities	(6,312,036)	15,949,466	4,518,201	3,841,088	136,524	111,350	(1,571,653)	(1,646,345)	(3,228,964)	18,255,559
Cash Flows from Investing Activities	(76,902)	(63,868)	8,112,857	(5,794,636)	45,320	4,905	(251,153)	(93,682)	7,830,122	(5,947,281)
Cash Flows from Financing Activities	(393,120)	(343,921)	4,603,074	(1,507,221)	-	-	150,793	142,305	4,360,747	(1,708,837)
Capital Expenditure	(76,941)	(188,737)	(2,131)	-	(30,524)	(21,963)	(57,037)	(64,639)	(166,633)	(275,339)

Seylan Bank PLC

10 Analysis of Financial Instruments by Measurement Basis - Bank

(Amounts in Rupees Thousands)

	30.06.2021			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost	
<b>Assets</b>				
Cash and Cash Equivalents	-	-	24,756,508	24,756,508
Balances with Central Bank of Sri Lanka	-	-	7,471,988	7,471,988
Placements with Banks and Finance Companies	-	-	5,384,487	5,384,487
Derivative Financial Instruments	152,860	-	-	152,860
Securities Purchased under Resale Agreements	-	-	1,239,580	1,239,580
Customer Loans and Advances	-	-	411,633,521	411,633,521
Debt Instruments	-	-	920,253	920,253
Equity Instruments	-	2,855,315	-	2,855,315
Government Securities	9,299,378	43,348,895	49,963,259	102,611,532
Group Balances Receivable	-	-	40,000	40,000
Other Financial Assets	-	-	5,926,508	5,926,508
<b>Total Financial Assets</b>	<b>9,452,238</b>	<b>46,204,210</b>	<b>507,336,104</b>	<b>562,992,552</b>
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost	Total
<b>Liabilities</b>				
Due to Banks	-	-	24,828,370	24,828,370
Derivative Financial Instruments	-	223,858	-	223,858
Due to Depositors	-	-	455,097,957	455,097,957
Securities Sold under Repurchase Agreements	-	-	3,004,829	3,004,829
Due to Other Borrowers	-	-	9,753	9,753
Group Balances Payable	-	-	205,369	205,369
Debt Securities Issued	-	-	22,896,874	22,896,874
Lease Liabilities	-	-	4,458,625	4,458,625
Other Financial Liabilities	-	-	6,492,522	6,492,522
<b>Total Financial Liabilities</b>		<b>223,858</b>	<b>516,994,299</b>	<b>517,218,157</b>

  

	31.12.2020			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost	
<b>Assets</b>				
Cash and Cash Equivalents	-	-	10,036,144	10,036,144
Balances with Central Bank of Sri Lanka	-	-	7,371,203	7,371,203
Placements with Banks and Finance Companies	-	-	10,730,528	10,730,528
Derivative Financial Instruments	403,984	-	-	403,984
Securities Purchased under Resale Agreements	-	-	6,142,893	6,142,893
Customer Loans and Receivables	-	-	393,766,147	393,766,147
Debt Instruments	-	-	718,397	718,397
Equity Instruments	-	3,232,980	-	3,232,980
Government Securities	4,545,853	55,791,251	46,831,181	107,168,285
Group Balances Receivable	-	-	40,000	40,000
Other Financial Assets	-	-	4,611,596	4,611,596
<b>Total Financial Assets</b>	<b>4,949,837</b>	<b>59,024,231</b>	<b>480,248,089</b>	<b>544,222,157</b>
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost	Total
<b>Liabilities</b>				
Due to Banks	-	-	32,679,687	32,679,687
Derivative Financial Instruments	-	39,981	-	39,981
Due to Depositors	-	-	440,303,126	440,303,126
Securities Sold under Repurchase Agreements	-	-	2,575,873	2,575,873
Due to other Borrowers	-	-	14,123	14,123
Group Balances Payable	-	-	261,462	261,462
Debt Securities Issued	-	-	17,058,558	17,058,558
Lease Liabilities	-	-	4,446,175	4,446,175
Other Financial Liabilities	-	-	6,953,704	6,953,704
<b>Total Financial Liabilities</b>		<b>39,981</b>	<b>504,292,708</b>	<b>504,332,689</b>

**Seylan Bank PLC**  
**10 Analysis of Financial Instruments by Measurement Basis - Group**

(Amounts in Rupees Thousands)

	30.06.2021			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost	
	<b>Assets</b>			
Cash and Cash Equivalents	-	-	24,756,548	24,756,548
Balances with Central Bank of Sri Lanka	-	-	7,471,988	7,471,988
Placements with Banks and Finance Companies	-	-	5,384,487	5,384,487
Derivative Financial Instruments	152,860	-	-	152,860
Securities Purchased under Resale Agreements	-	-	1,239,580	1,239,580
Customer Loans and Advances	-	-	411,633,521	411,633,521
Debt Instruments	-	56,390	920,253	976,643
Equity Instruments	1,883	2,855,315	-	2,857,198
Government Securities	9,299,378	43,348,895	49,986,095	102,634,368
Other Financial Assets	-	-	5,951,847	5,951,847
<b>Total Financial Assets</b>	<b>9,454,121</b>	<b>46,260,600</b>	<b>507,344,319</b>	<b>563,059,040</b>
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost	Total
<b>Liabilities</b>				
Due to Banks	-	-	24,828,370	24,828,370
Derivative Financial Instruments	-	223,858	-	223,858
Due to Depositors	-	-	455,097,957	455,097,957
Securities Sold under Repurchase Agreements	-	-	3,004,829	3,004,829
Due to Other Borrowers	-	-	9,753	9,753
Debt Securities Issued	-	-	22,896,874	22,896,874
Lease Liabilities	-	-	1,614,902	1,614,902
Other Financial Liabilities	-	-	6,544,112	6,544,112
<b>Total Financial Liabilities</b>		<b>223,858</b>	<b>513,996,797</b>	<b>514,220,655</b>

	31.12.2020			Total
	Financial Assets Measured at Fair Value through Profit or Loss (FVTPL)	Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	Financial Assets Measured at Amortised Cost	
	<b>Assets</b>			
Cash and Cash Equivalents	-	-	10,036,184	10,036,184
Balances with Central Bank of Sri Lanka	-	-	7,371,203	7,371,203
Placements with Banks and Finance Companies	-	-	10,730,528	10,730,528
Derivative Financial Instruments	403,984	-	-	403,984
Securities Purchased under Resale Agreements	-	-	6,142,893	6,142,893
Customer Loans and Receivables	-	-	393,766,147	393,766,147
Debt Instruments	-	57,275	718,397	775,672
Equity Instruments	7,925	3,232,980	-	3,240,905
Government Securities	4,545,853	55,791,251	46,831,181	107,168,285
Other Financial Assets	-	-	4,632,225	4,632,225
<b>Total Financial Assets</b>	<b>4,957,762</b>	<b>59,081,506</b>	<b>480,228,758</b>	<b>544,268,026</b>
		Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL)	Financial Liabilities Measured at Amortised Cost	Total
<b>Liabilities</b>				
Due to Banks	-	-	32,679,687	32,679,687
Derivative Financial Instruments	-	39,981	-	39,981
Due to Depositors	-	-	440,303,126	440,303,126
Securities Sold under Repurchase Agreements	-	-	2,575,873	2,575,873
Due to other Borrowers	-	-	14,123	14,123
Debt Securities Issued	-	-	17,058,558	17,058,558
Lease Liabilities	-	-	1,582,937	1,582,937
Other Financial Liabilities	-	-	6,997,794	6,997,794
<b>Total Financial Liabilities</b>		<b>39,981</b>	<b>501,212,098</b>	<b>501,252,079</b>

# Seylan Bank PLC

## 11 Analysis of Loans & Advances , Commitments, Contingencies and Impairment

(Amounts in Rupees Thousands )

	Bank		Group	
	As at	As at	As at	As at
	30.06.2021	31.12.2020	30.06.2021	31.12.2020

### 11.1 Product-wise Gross Loans & Advances

By product - Domestic Currency				
Export Bills	6,987	-	6,987	-
Import Bills	131,451	176,262	131,451	176,262
Local Bills	5,131	498,124	5,131	498,124
Lease Rentals Receivable	25,141,590	23,748,389	25,141,590	23,748,389
Overdrafts	53,010,927	52,770,657	53,010,927	52,770,657
Revolving Import Loans	13,123,493	9,220,579	13,123,493	9,220,579
Packing Credit Loans	6,908,880	3,664,811	6,908,880	3,664,811
Trust Receipt Loans	2,117,628	2,439,890	2,117,628	2,439,890
Staff Loans	6,809,900	6,831,462	6,809,900	6,831,462
Housing Loans	16,947,065	16,555,436	16,947,065	16,555,436
Pawning Receivables	17,430,562	15,404,265	17,430,562	15,404,265
Refinance Loans	16,145,047	17,843,954	16,145,047	17,843,954
Credit Cards	6,041,758	6,090,828	6,041,758	6,090,828
Margin Trading	4,412,877	3,719,949	4,412,877	3,719,949
Factoring	1,329,908	1,394,176	1,329,908	1,394,176
Term Loans	220,280,538	204,822,522	220,280,538	204,822,522
<b>Total</b>	<b>389,843,742</b>	<b>365,181,304</b>	<b>389,843,742</b>	<b>365,181,304</b>
By product - Foreign Currency				
Export Bills	2,109,640	3,771,605	2,109,640	3,771,605
Import Bills	852,508	351,737	852,508	351,737
Local Bills	13,809	596	13,809	596
Overdrafts	496,794	433,948	496,794	433,948
Revolving Import Loans	587,156	581,778	587,156	581,778
Packing Credit Loans	8,057,603	10,114,935	8,057,603	10,114,935
Housing Loans	142,676	176,043	142,676	176,043
Term Loans	28,661,379	28,689,007	28,661,379	28,689,007
<b>Total</b>	<b>40,921,565</b>	<b>44,119,649</b>	<b>40,921,565</b>	<b>44,119,649</b>
<b>Gross Loans and Advances</b>	<b>430,765,307</b>	<b>409,300,953</b>	<b>430,765,307</b>	<b>409,300,953</b>

### 11.2 Product-wise Commitments and Contingencies

By product - Domestic Currency				
<b>Commitments</b>				
Undrawn Credit Lines	83,904,896	81,102,624	83,904,896	81,102,624
Capital Commitments	183,929	246,908	197,278	266,069
<b>Contingencies</b>				
Acceptances	347,298	251,837	347,298	251,837
Standby Letters of Credit	15,000	15,000	15,000	15,000
Guarantees	56,224,905	51,925,822	56,224,905	51,925,822
Documentary Credit	883,331	1,829,753	883,331	1,829,753
Bills for Collection	629,216	382,531	629,216	382,531
Forward Exchange Contracts (Net)	(11,683,561)	(11,485,132)	(11,683,561)	(11,485,132)
<b>Total</b>	<b>130,505,014</b>	<b>124,269,343</b>	<b>130,518,363</b>	<b>124,288,504</b>
By product - Foreign Currency				
<b>Commitments</b>				
Undrawn Credit Lines	15,138,404	18,013,681	15,138,404	18,013,681
Capital Commitments	274,101	284,062	274,101	284,062
<b>Contingencies</b>				
Acceptances	25,335,456	19,989,673	25,335,456	19,989,673
Standby Letters of Credit	689,832	651,105	689,832	651,105
Guarantees	5,389,863	4,450,560	5,389,863	4,450,560
Documentary Credit	12,224,315	11,259,259	12,224,315	11,259,259
Bills for Collection	4,982,055	4,349,202	4,982,055	4,349,202
Forward Exchange Contracts (Net)	11,822,491	11,887,269	11,822,491	11,887,269
<b>Total</b>	<b>75,856,517</b>	<b>70,884,811</b>	<b>75,856,517</b>	<b>70,884,811</b>
<b>Total Commitments and Contingencies</b>	<b>206,361,531</b>	<b>195,154,154</b>	<b>206,374,880</b>	<b>195,173,315</b>

# Seylan Bank PLC

## Analysis of Loans & Advances , Commitments, Contingencies and Impairment

(Amounts in Rupees Thousands )

	Bank		Group	
	As at	As at	As at	As at
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>11.3 Stage-wise Impairment on Loans &amp; Advances, Commitments and Contingencies</b>				
<b>Gross Loans and Advances, Commitments and Contingencies</b>	<b>637,126,838</b>	<b>604,455,107</b>	<b>637,140,187</b>	<b>604,474,268</b>
Less : Accumulated Impairment under Stage 1	1,616,798	1,672,330	1,616,798	1,672,330
Accumulated Impairment under Stage 2	1,381,865	932,874	1,381,865	932,874
Accumulated Impairment under Stage 3	16,610,662	13,271,818	16,610,662	13,271,818
<b>Net Loans &amp; Advances, Commitments and Contingencies</b>	<b>617,517,513</b>	<b>588,578,085</b>	<b>617,530,862</b>	<b>588,597,246</b>
<b>Movement of Impairment during the Period</b>	<b>From 01.01.2021 to 30.06.2021</b>	<b>From 01.01.2020 to 31.12.2020</b>	<b>From 01.01.2021 to 30.06.2021</b>	<b>From 01.01.2020 to 31.12.2020</b>
<b>Stage 1</b>				
Opening Balance as at 01st January	1,672,330	965,844	1,672,330	965,844
Charge/(Write back) to Income Statement	(55,532)	706,486	(55,532)	706,486
<b>Closing Balance</b>	<b>1,616,798</b>	<b>1,672,330</b>	<b>1,616,798</b>	<b>1,672,330</b>
<b>Stage 2</b>				
Opening Balance as at 01st January	932,874	573,870	932,874	573,870
Charge/(Write back) to Income Statement	448,991	359,004	448,991	359,004
<b>Closing Balance</b>	<b>1,381,865</b>	<b>932,874</b>	<b>1,381,865</b>	<b>932,874</b>
<b>Stage 3</b>				
Opening Balance as at 01st January	13,271,818	9,456,784	13,271,818	9,456,784
Charge/(Write back) to Income Statement	3,605,197	5,679,333	3,605,197	5,679,333
Reversal for Write-off during the Period	(57,939)	(1,106,711)	(57,939)	(1,106,711)
Interest Accrued on Impaired Loans and Advances	(252,861)	(937,457)	(252,861)	(937,457)
Other Movement	44,447	179,869	44,447	179,869
<b>Closing Balance</b>	<b>16,610,662</b>	<b>13,271,818</b>	<b>16,610,662</b>	<b>13,271,818</b>
<b>Total Impairment</b>	<b>19,609,325</b>	<b>15,877,022</b>	<b>19,609,325</b>	<b>15,877,022</b>

## 12 Analysis of Deposits

(Amounts in Rupees Thousands )

Deposits - By product	Bank		Group	
	As at	As at	As at	As at
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>By product - Domestic Currency</b>				
Demand Deposits	27,554,497	27,614,891	27,554,497	27,614,891
Savings Deposits	107,543,459	100,204,483	107,543,459	100,204,483
Fixed Deposits	248,009,499	255,676,202	248,009,499	255,676,202
Certificate of Deposits	2,546,035	2,738,998	2,546,035	2,738,998
<b>Total</b>	<b>385,653,490</b>	<b>386,234,574</b>	<b>385,653,490</b>	<b>386,234,574</b>
<b>By product - Foreign Currency</b>				
Demand Deposits	5,381,485	4,340,305	5,381,485	4,340,305
Savings Deposits	14,735,913	13,257,075	14,735,913	13,257,075
Fixed Deposits	49,327,069	36,471,172	49,327,069	36,471,172
<b>Total</b>	<b>69,444,467</b>	<b>54,068,552</b>	<b>69,444,467</b>	<b>54,068,552</b>
<b>Total Deposits</b>	<b>455,097,957</b>	<b>440,303,126</b>	<b>455,097,957</b>	<b>440,303,126</b>

## SEYLAN BANK PLC - DEBENTURES

	CURRENT PERIOD 01-Apr-21 to 30-Jun-21	COMPARATIVE PERIOD 01-Apr-20 to 30-Jun-20
<b>Debt (Debentures) / Equity Ratio (Times)</b>	0.46	0.41
<b>Debt (Debentures plus Long term Debt) / Equity Ratio (Times)</b>	0.46	0.60
<b>Interest Cover (Times)</b>	3.36	2.90
<b>Quick Asset Ratio (Times)</b>	0.78	0.74
<b>2014 Issue</b>		
<b>Market Prices during April to June (Ex Interest)</b>		
6 Year Fixed Semi Annual - 8.60% p.a. (Debenture Matured and Redeemed on 23/12/2020)	-	*
6 Year Fixed Annual - 8.75% p.a. (Debenture Matured and Redeemed on 23/12/2020)	-	*
<b>Interest Yield as at Date of Last Trade</b>		
6 Year Fixed Semi Annual - 8.60% p.a.	-	*
6 Year Fixed Annual - 8.75% p.a.	-	*
<b>Yield to Maturity of Trade Done on</b>		
6 Year Fixed Semi Annual - 8.60% p.a.	-	*
6 Year Fixed Annual - 8.75% p.a.	-	*
<b>Interest Rate of Comparable Government Security</b>		
- 6 Years	-	5.24%
<b>2016 Issue</b>		
<b>Market Prices during April to June (Ex Interest)</b>		
5 Year Fixed Semi Annual - 13.00% p.a	*	*
5 Year Floating Semi Annual - six months treasury bill rate + 1.5%	*	*
7 Year Fixed Semi Annual - 13.75% p.a		
- Highest Price	100.00	*
- Lowest Price	100.00	*
- Last Traded Price (10/06/2021)/*	100.00	*
<b>Interest Yield as at Date of Last Trade</b>		
5 Year Fixed Semi Annual - 13.00% p.a	*	*
5 Year Floating Semi Annual - six months treasury bill rate + 1.5%	*	*
7 Year Fixed Semi Annual - 13.75% p.a (10/06/2021)/ *	14.22%	*
<b>Yield to Maturity of Trade Done on</b>		
5 Year Fixed Semi Annual - 13.00% p.a	*	*
5 Year Floating Semi Annual - six months treasury bill rate + 1.5%	*	*
7 Year Fixed Semi Annual - 13.75% p.a (10/06/2021)/ *	13.73%	*
<b>Interest Rate of Comparable Government Security</b>		
- 5 Years	5.21%	5.31%
- 7 Years	5.99%	6.09%
<b>2018 Issue</b>		
<b>Market Prices during April to June (Ex Interest)</b>		
5 Year Fixed Semi Annual - 12.85% p.a	*	*
7 Year Fixed Semi Annual - 13.20% p.a.	*	*
10 Year Fixed Semi Annual - 13.50% p.a		
- Highest Price	*	107.97
- Lowest Price	*	107.97
- Last Traded Price *(28/05/2020)	*	107.97
<b>Interest Yield as at Date of Last Trade</b>		
5 Year Fixed Semi Annual - 12.85% p.a	*	*
7 Year Fixed Semi Annual - 13.20% p.a.	*	*
10 Year Fixed Semi Annual - 13.50% p.a *(28/05/2020)	*	12.93%
<b>Yield to Maturity of Trade Done on</b>		
5 Year Fixed Semi Annual - 12.85% p.a	*	*
7 Year Fixed Semi Annual - 13.20% p.a.	*	*
10 Year Fixed Semi Annual - 13.50% p.a *(28/05/2020)	*	11.90%
<b>Interest Rate of Comparable Government Security</b>		
- 5 Years	6.10%	6.14%
- 7 Years	7.18%	6.76%
- 10 Years	7.97%	7.14%
<b>2019 Issue</b>		
<b>Market Prices during April to June (Ex Interest)</b>		
5 Year Fixed Annual - 15.00% p.a		
- Highest Price	105.00	107.96
- Lowest Price	105.00	99.93
- Last Traded Price (23/04/2021)/(08/06/2020)	105.00	107.96
5 Year Fixed Semi Annual - 14.50% p.a.		
- Highest Price	*	99.99
- Lowest Price	*	99.99
- Last Traded Price *(26/05/2020)	*	99.99
<b>Interest Yield as at Date of Last Trade</b>		
5 Year Fixed Annual - 15.00% p.a (23/04/2021)/(08/06/2020)	14.29%	13.89%
5 Year Fixed Semi Annual - 14.50% p.a. *(26/05/2020)	*	15.03%
<b>Yield to Maturity of Trade Done on</b>		
5 Year Fixed Annual - 15.00% p.a (23/04/2021)/(08/06/2020)	12.87%	12.25%
5 Year Fixed Semi Annual - 14.50% p.a. *(26/05/2020)	*	14.49%
<b>Interest Rate of Comparable Government Security</b>		
- 5 Years	6.54%	6.44%
<b>2021 Issue (Debenture allotted on 12 April 2021)</b>		
<b>Market Prices during April to June (Ex Interest)</b>		
5 Year Fixed Annual - 9.75% p.a	*	
5 Year Fixed Quarterly - 9.25% p.a.	*	
<b>Interest Yield as at Date of Last Trade</b>		
5 Year Fixed Annual - 9.75% p.a	*	
5 Year Fixed Quarterly - 9.25% p.a.	*	
<b>Yield to Maturity of Trade Done on</b>		
5 Year Fixed Annual - 9.75% p.a	*	
5 Year Fixed Quarterly - 9.25% p.a.	*	
<b>Interest Rate of Comparable Government Security</b>		
- 5 Years	7.36%	

\* No trading during the period.

# Seylan Bank PLC

## Selected Performance Indicators

Item	Bank		Group	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>Regulatory Capital (LKR Mn.)</b>				
Common Equity Tier I	<b>45,126</b>	45,810	<b>46,127</b>	46,812
Total (Tier I) Capital	<b>45,126</b>	45,810	<b>46,127</b>	46,812
Total Capital Base	<b>60,676</b>	57,123	<b>61,548</b>	57,995
<b>Regulatory Capital Ratios (%)</b>				
Common Equity Tier I Capital Ratio ( Minimum Requirement - 7.00% )	<b>10.29</b>	11.46	<b>10.51</b>	11.70
Total Tier I Capital Ratio ( Minimum Requirement - 8.50% )	<b>10.29</b>	11.46	<b>10.51</b>	11.70
Total Capital Ratio ( Minimum Requirement - 12.50% )	<b>13.84</b>	14.30	<b>14.02</b>	14.49
<b>Regulatory Liquidity</b>				
Statutory Liquid Assets (LKR Mn.)	<b>144,329</b>	149,066		
Domestic Banking Unit (LKR Mn.)	<b>140,371</b>	144,504		
Offshore Banking Unit (USD '000)	<b>32,885</b>	33,828		
Statutory Liquid Assets Ratio (%) ( Minimum Requirement 20 % )				
Domestic Banking Unit	<b>29.08</b>	31.31		
Offshore Banking Unit	<b>22.61</b>	22.47		
Total Stock of High-Quality Liquid Assets (LKR Mn.)	<b>94,757</b>	100,209		
Liquidity Coverage Ratio %				
Rupee - ( Minimum Requirement - 90% )	<b>170.77</b>	176.95		
All Currency - ( Minimum Requirement - 90% )	<b>134.28</b>	142.75		
Net Stable Funding Ratio (%) ( Minimum Requirement - 90% )	<b>107.01</b>	110.38		
<b>Assets Quality ( Quality of Loan Portfolio )</b>				
Gross Non-Performing Advances Ratio (%) ( Net of Interest in Suspense )	<b>6.51</b>	6.43		
Net Non-Performing Advances Ratio (%) ( Net of Interest in Suspense and Provision )	<b>3.28</b>	3.70		
<b>Profitability</b>				
Interest Margin ( % )	<b>4.12</b>	3.95		
Return on Assets (before Tax) ( % )	<b>1.03</b>	0.77		
Return on Equity ( % )	<b>8.53</b>	6.43		