SEYLAN BANK PLC FINANCIAL STATEMENTS Six months ended 30th June, 2014 Rs. '000

| (In terms of Rule 7.4 of the Colombo Stock Exchange) | | Bank | | | Bank | | | Group | | | Group | |
|--|--------------------|--------------|-----------------|--------------------|------------------|--------------------|---------------------|-------------|--------------------|----------------------|------------------|--------------------|
| | i | For the O6 m | onths | | For the Qua | rter | Fo | r the O6 mo | nths | Fo | r the Quarte | r |
| | E | Ended 30th J | une | | Ended 30th | June | En | ded 30th Ju | ne | En | ded 30th Ju | ne |
| | 2014 | 2013 | | 2014 | 2013 | Change | 2014 | 2013 | Change | 2014 | 2013 | Change |
| | | | % | | _ | % | | | % | | | % |
| Interest Income | 11,700,179 | | (1.50) | 5,945,009 | 6,063,500 | (1.95) | 11,706,514 | 11,880,162 | (1.46 | 5,948,505 | 6,063,998 | (1.90) |
| Less: Interest Expense | 6,537,536 | 7,611,530 | (14.11) | 3,119,985 | 3,912,796 | (20.26) | 6,526,770 | 7,598,078 | (14.10) | 3,115,274 | 3,905,564 | (20.23) |
| Net Interest Income | 5,162,643 | 4,267,291 | 20.98 | 2,825,024 | 2,150,704 | 31.35 | 5,179,744 | 4,282,084 | 20.96 | 2,833,231 | 2,158,434 | 31.26 |
| | | | | | | | | | | | | |
| Fee and Commission Income | 1,093,021 | 1,015,385 | 7.65 | 560,837 | 534,231 | 4.98 | | 1,015,385 | 7.65 | 560,837 | 534,231 | 4.98 |
| Less: Fee and Commission Expense | 37,344 | 41,982 | (11.05) | 20,404 | 22,229 | (8.21) | 1 | 45,170 | (12.41) | | 23,673 | (9.86) |
| Net Fee and Commission Income | 1,055,677 | 973,403 | 8.45 | 540,433 | 512,002 | 5.55 | 1,053,458 | 970,215 | 8.58 | 539,498 | 510,558 | 5.67 |
| | | | | | | | | | | | | |
| Net Trading Income | 207,014 | 55,374 | 273.85 | 117,727 | 48,760 | 141.44 | 207,413 | 56,090 | 269.79 | 118,139 | 47,178 | 150.41 |
| Net Gain from Financial Investments | 293,394 | | 1,185.41 | 232,873 | | 3,976.91 | 293,394 | | 1,185.41 | 232,873 | | 3,976.91 |
| Net Exchange Income | 237,030 | 229,827 | 3.13 | 101,769 | 142,495 | (28.58) | | 229,827 | 3.13 | 101,769 | 142,495 | (28.58) |
| Other Operating Income (Net) | 108,813 | 72,095 | 50.93 | 55,184 | 54,644 | 0.99 | 119,080 | 98,622 | 20.74 | 46,218 | 64,338 | (28.16) |
| | 846,251 | 380,121 | 122.63 | 507,553 | 251,611 | 101.72 | 856,917 | 407,364 | 110.36 | 498,999 | 259,723 | 92.13 |
| Total Operating Income | 7,064,571 | 5,620,815 | 25.69 | 3,873,010 | 2,914,317 | 32.90 | 7,090,119 | 5,659,663 | 25.27 | 3,871,728 | 2,928,715 | 32.20 |
| Less Imperation and Athen | | | | | | | | | | | | |
| Less: Impairment for Loans and Other | | | | | | | | | | | | |
| Losses - Charges/(Reversal) | E 40 E 00 | 00.570 | 500.07 | 440 104 | 50.400 | 650 77 | E 40 E 00 | 00.570 | 500.07 | 440 104 | 50.400 | 650 77 |
| Individual Impairment | 549,509 | 88,578 | 520.37 | 448,194 | 59,460 | 653.77 | 549,509 | 88,578 | 520.37 | 448,194 | 59,460 | 653.77 |
| Collective Impairment Others | (31,047) | , | . , | (19,571) 47,718 | 61,797 12.823 | (131.67) 272.13 | (31,047) 156.802 | , | | (19,571) | 61,797 12.823 | (131.67) 272.13 |
| others | 156,802 675.264 | 80.414 | 1,127.22 | 47,718 476,341 | 12,823 | 255.27 | 675.264 | | 1,127.22 739.73 | 47,718 | 12,823 | 255.27 |
| Net Operating Income | | 5,540,401 | 739.73 15.32 | 3,396,669 | | | 6,414,855 | 80,414 | | 476,341 3,395,387 | 2,794,635 | 200.27 |
| Net operating income | 0,309,307 | 3,340,401 | 10.02 | 3,390,009 | 2,100,231 | 22.17 | 0,414,000 | 3,379,249 | 14.90 | 3,393,307 | 2,794,030 | 21.00 |
| Personnel Expenses | 2,060,911 | 1,884,903 | 9.34 | 1,076,815 | 917,572 | 17.35 | 2,075,259 | 1,898,777 | 0 20 | 1.084.399 | 923,496 | 17.42 |
| Depreciation and Amortisation | 237,489 | 287,040 | (17.26) | 118,393 | 146,644 | (19.27) | | 315,613 | (20.69) | | 160,933 | (22.44) |
| Other Expenses | 1.756.925 | | 13.29 | 875.830 | 799.641 | . , | 1.724.251 | | 12.52 | 860.708 | 794.336 | 8.36 |
| | 1 1 | 3,722,822 | 8.93 | 2,071,038 | 1.863.857 | | 4,049,831 | 1 1 | | 2.069.919 | 1.878.765 | 10.17 |
| Operating Profit before Taxes | | 1,817,579 | 28.41 | 1,325,631 | 916,380 | | 2,365,024 | | | 1,325,468 | 915,870 | 44.72 |
| opolating From Doloto Taxoo | 2,000,002 | .,, | 20111 | 1,020,001 | 010,000 | | 2,000,021 | .,002,100 | 20.00 | .,020,100 | 010,010 | |
| Value Added Tax (VAT) & Nation Building Tax | | | | | | | | | | | | - |
| (NBT) on Financial Services | 470.648 | 334.151 | 40.85 | 260.642 | 161.443 | 61.45 | 470.648 | 334.151 | 40.85 | 260.642 | 161.443 | 61.45 |
| | | 001,101 | 10100 | 200,012 | | 01110 | | 001,101 | | 200,012 | 101,110 | |
| | | | | | | | | | | | | |
| Profit before Tax | 1.863.334 | 1.483.428 | 25.61 | 1.064.989 | 754.937 | 41.07 | 1.894.376 | 1.498.287 | 26.44 | 1.064.826 | 754.427 | 41.14 |
| | ,,. | ,, . | | | - 7 | | 7 7 | 1 | | | | |
| Tax Expenses | 650,833 | 481,872 | 35.06 | 366,609 | 258,367 | 41.89 | 666,345 | 495,755 | 34.41 | 374,371 | 265,616 | 40.94 |
| | | | | | | | | | | | | |
| Profit for the period | 1,212,501 | 1,001,556 | 21.06 | 698,380 | 496,570 | 40.64 | 1,228,031 | 1,002,532 | 22.49 | 690,455 | 488,811 | 41.25 |
| Attributable to: | | | | | | | | | | | | |
| Owners of the Parent | 1,212,501 | 1,001,556 | 21.06 | 698,380 | 496,570 | 40.64 | 1,210,617 | 993,750 | 21.82 | 684,213 | 484,237 | 41.30 |
| Non-Controlling Interest | | | | | | | 17,414 | 8,782 | 98.29 | 6,242 | 4,574 | 36.47 |
| Profit for the Period | 1,212,501 | 1,001,556 | 21.06 | 698,380 | 496,570 | 40.64 | 1,228,031 | 1,002,532 | 22.49 | 690,455 | 488,811 | 41.25 |
| | | | | | | | | | | | | |
| Basic/Diluted Earnings per Ordinary Share (in Rupees) | | | | | | | | | | | | |
| | 3.51 | 2.93 | 19.80 | 2.02 | 1.44 | 40.28 | 3.51 | 2.91 | 20.62 | 1.98 | 1.40 | 41.43 |

| CASH FLOW STATEMENT | | | | Rs. '000 |
|---|--------------------------|----------------------------|--------------------------|----------------------------|
| | BAN | IK | GRO | UP |
| or the 06 Months ended 30th June | 2014 Rs. '000 | 2013 Rs. '000 | 2014 Rs. '000 | 2013 Rs. '000 |
| ash Flows from Operating Activities | 113. 000 | 10.000 | 113. 000 | |
| terest Receipts | 11,690,701 | 11,475,405 | 11,697,036 | 11,476,746 |
| ees and Commission Receipts terest Payments | 1,093,021 (7,389,698) | 1,015,385 (7,021,698) | 1,093,021 (7,378,932) | 1,015,385 (7,008,246) |
| kchange Income | 237,030 | 229,827 | 237,030 | 229,827 |
| eceipts from Other Operating Activities ash Payments to Employees and Suppliers | 304,359 (4,029,384) | 161,938 (3.655,782) | 314,626 (4,004,068) | 207,467 (3,623,309) |
| ash Payments to Other Operating Activities | (37,344) | (41,982) | (39,563) | (45,170) |
| perating Profit before Changes in Operating Assets & Liabilities | 1,868,685 | 2,163,093 | 1,919,150 | 2,252,700 |
| ncrease)/Decrease in Operating Assets: | | | | |
| pans & Receivables (Advanced to)/Repaid by Customers eposits Held for Regulatory or Monetary Control Purposes | 2,515,868 31,784 | (5,720,179) (1,389,478) | 2,515,868 31,784 | (5,720,179) (1,389,478) |
| | 51,704 | (1,309,470) | 51,704 | (1,303,470) |
| crease/(Decrease) in Operating Liabilities: eposits from/(Withdrawals by) Customers | 6.708.799 | 8.213.344 | 6.708.799 | 8.213.344 |
| egotiable Certificates of Deposit | (488,252) | 679,309 | (488,252) | 679,309 |
| ash (Used in)/Generated from Operations | 10,636,884 | 3,946,089 | 10,687,349 | 4,035,696 |
| come Tax Paid | (154,876) | (5,708) | (154,876) | (5,708) |
| ontribution Paid into Employees Retirement Benefit Plan/Employees | (14,385) | (30,813) | (14,385) | (30,813) |
| et Cash (Used in)/Generated from Operating Activities | 10,467,623 | 3,909,568 | 10,518,088 | 3,999,175 |
| ash Flows from Investing Activities | | | | |
| vestment in Subsidiary Company | (93,531) | - | - | - |
| ividend Income et Proceeds from Sale, Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury | 27,953 | 32,121 | 6,775 | 14,865 |
| Bills/Bonds Maturing after 03 months | (2,983,775) | (14,024,909) | (2,983,775) | (14,024,909) |
| everse Repurchase Agreements Maturing After 03 Months et Proceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures | (3) (58,548) | 413 (157,416) | (3) (111,419) | 413 (214,578) |
| urchase of Property, Plant & Equipment, Leasehold Rights & Intangible Assets | (260,354) | (372,285) | (260,772) | (372,478) |
| roceeds From Sale of Property, Plant & Equipment, Leasehold Rights & Intangible Assets | 3,320 | 28,697 | 3,320 | 28,788 |
| roceeds from Sale of Investment Properties nprovements to Investment Properties | | - | 7,200 | (18,286) (180) |
| et Cash (Used in)/Generated from Investing Activities | (3,364,938) | (14,493,379) | (3,338,674) | (14,586,365) |
| ash Flows from Financing Activities | | | | |
| crease/(Decrease) in Debentures | (714,502) | 2,132,354 | (714,502) | 2.082.354 |
| ecurities Sold under Repurchase Agreements | 329,102 | 3,961,649 | 329,102 | 3,961,649 |
| crease/(Decrease) in Other Borrowings ividends Paid - Ordinary Shares | (887,070) (762,959) | 3,015,965 (366,225) | (941,723) (784,976) | 3,069,351 (366,225) |
| et Cash (Used in)/Generated from Financing Activities | (2,035,429) | 8.743.743 | (2,112,099) | 8,747,129 |
| · · · · | | | , | |
| et Increase/(Decrease) in Cash & Cash Equivalents ash & Cash Equivalents at beginning of the Year | 5,067,256 18,399,074 | (1,840,068) 9,481,018 | 5,067,315 18,399,105 | (1,840,061) 9,481,119 |
| ash & Cash Equivalents at end of the Period | 23,466,330 | 7,640,950 | 23,466,420 | 7,641,058 |
| econciliation of Cash & Cash Equivalents | | | | |
| ash and Cash Equivalents | 5,746,845 | 4,990,903 | 5,746,935 | 4,991,011 |
| overnment of Sri Lanka Treasury Bills/Bonds Maturing within 03 Months ecurities Purchased under Resale Agreements maturing with in 03 months | 11,774,894 5,944,591 | 424,526 2,225,521 | 11,774,894 5,944,591 | 424,526 2,225,521 |
| sounnos i aronasou anaor nosare Agreementa maturing with in os months | | | | |
| | 23,466,330 | 7,640,950 | 23,466,420 | 7,641,058 |
| | | | | |

STATEMENT OF COMPREHENSIVE INCOME

INCOME STATEMENT

| | | Bank | | | Bank | | | Crown | | | Crown | | |
|---|------------|-------------|-------------|---------------------------------|---------|----------|-----------------------------------|-----------|-----------|--|---------|----------|--|
| | Ear the OG | months Ende | d 20th June | Ear the Ou | | Oth Juno | For the OF | Group | 20th Juno | Group For the Quarter Ended 30th June | | | |
| | | | | For the Quarter Ended 30th June | | | For the 06 months Ended 30th June | | | | | | |
| | 2014 | 2013 | Change % | 2014 | 2013 C | hange % | 2014 | 2013 | Change % | 2014 | 2013 | Change % | |
| Profit for the period | 1,212,501 | 1,001,556 | 21.06 | 698,380 | 496,570 | 40.64 | 1,228,031 | 1,002,532 | 22.49 | 690,455 | 488,811 | 41.25 | |
| Other Comprehensive Income, Net of Tax | | | | | | | | | | | | | |
| Gains and Losses on re-measuring Available-for-Sale | | | | | | | | | | | | | |
| Financial Assets | 188,232 | 227,225 | (17.16) | 77,850 | 66,344 | 17.34 | 188,232 | 227,225 | (17.16) | 77,850 | 66,344 | 17.34 | |
| Other Comprehensive Income for the Period, | | | | | | | | | | | | | |
| Net of Taxes | 188,232 | 227,225 | (17.16) | 77,850 | 66,344 | 17.34 | 188,232 | 227,225 | (17.16) | 77,850 | 66,344 | 17.34 | |
| Total Comprehensive Income for the Period | 1,400,733 | 1,228,781 | 13.99 | 776,230 | 562,914 | 37.89 | 1,416,263 | 1,229,757 | 15.17 | 768,305 | 555,155 | 38.39 | |
| Attributable to: | | | | | | | | | | | | | |
| Owners of the parent | 1,400,733 | 1,228,781 | 13.99 | 776,230 | 562,914 | 37.89 | 1,398,849 | 1,220,975 | 14.57 | 762,063 | 550,581 | 38.41 | |
| Non-controlling interest | | | | | | | 17,414 | 8,782 | 98.29 | 6,242 | 4,574 | 36.47 | |
| Total Comprehensive Income for the Period | 1,400,733 | 1.228.781 | 13.99 | 776,230 | 562,914 | 37.89 | 1.416.263 | 1,229,757 | 15.17 | 768.305 | 555.155 | 38.39 | |

STATEMENT OF FINANCIAL POSITION

| (In terms of Rule 7.4 of the Colombo Stock Exchange) | | Bank | | Group | | | | |
|--|-----------------------|-----------------------|-------------|---------------------|---------------------|-------------|--|--|
| | As at 30.06.2014 | As at 31.12.2013 | Growth % | As at 30.06.2014 | As at 31.12.2013 | Growth % | | |
| Assets | | | | | | | | |
| Cash and Cash Equivalents | 5,453,798 | 5,180,195 | 5.28 | 5,453,888 | 5,180,226 | 5.28 | | |
| Balances with Central Bank of Sri Lanka | 7,473,401 | 7,505,185 | (0.42) | 7,473,401 | 7,505,185 | (0.42) | | |
| Placements with Banks and Finance Companies | 293,047 | 970,203 | (69.80) | 293,047 | 970,203 | (69.80) | | |
| Derivative Financial Instruments | 236,381 | 287,210 | (17.70) | 236,381 | 287,210 | (17.70) | | |
| Other Financial Assets Held-for-Trading | 11,862,707 | 11,183,843 | 6.07 | 11,871,028 | 11,191,770 | 6.07 | | |
| Securities Purchased under Resale Agreements | 5,945,038 | 5,729,904 | 3.75 | 5,945,038 | 5,729,904 | 3.75 | | |
| Customer Loans and Receivables | 133,101,765 | 136,552,857 | (2.53) | 133,101,765 | 136,552,857 | (2.53) | | |
| Financial Investments – Available-for-Sale | 23,837,865 | 14,001,964 | 70.25 | 23,889,291 | 14,001,964 | 70.61 | | |
| Financial Investments – Held-to-Maturity | 22,324,027 | 24,050,862 | (7.18) | 22,404,376 | 24,130,160 | (7.15) | | |
| Investment in Subsidiary | 894,155 | 800,624 | 11.68 | - | - | - | | |
| Group Balances Receivable | 30,000 | 15,000 | 100.00 | - | - | - | | |
| Property, Plant and Equipment | 2,829,559 | 2,887,204 | (2.00) | 4,397,796 | 4,460,001 | (1.39) | | |
| Leasehold Rights | 47,235 | 48,286 | (2.18) | 614,091 | 618,847 | (0.77) | | |
| Investment Properties | 114,429 | 114,429 | - | 1,032,593 | 1,043,942 | (1.09) | | |
| Intangible Assets | 222,695 | 141,134 | 57.79 | 222,695 | 141,134 | 57.79 | | |
| Current Taxation Assets | - | - | - | - | 992 | (100.00) | | |
| Deferred Taxation Assets | 85,836 | 170,590 | (49.68) | 38,625 | 135,951 | (71.59) | | |
| Other Assets | 6,975,214 | 5,521,369 | 26.33 | 7,033,180 | 5,559,102 | 26.52 | | |
| Total Assets | 221,727,152 | 215,160,859 | 3.05 | 224,007,195 | 217,509,448 | 2.99 | | |
| Liabilities | | | | | | | | |
| Due to Banks | 11,364,494 | 11,544,206 | (1.56) | 11,364,494 | 11,544,206 | (1.56) | | |
| Derivative Financial Instruments | 224,008 | 382,815 | (41.48) | 224,008 | 382,815 | (41.48) | | |
| Customer Deposits | 172,739,769 | 167,371,384 | 3.21 | 172,739,769 | 167,371,384 | 3.21 | | |
| Securities Sold Under Repurchase Agreements | 4,903,057 | 4,573,955 | 7.20 | 4,903,057 | 4,573,955 | 7.20 | | |
| Other Borrowings | 12,061 | 12,738 | (5.31) | 12,061 | 12,738 | (5.31) | | |
| Group Balances Payable | 162,760 | 195,126 | (16.59) | 12,001 | 12,700 | (0.01) | | |
| Debentures | 2,528,797 | 3,243,299 | (22.03) | 2,528,797 | 3,243,299 | (22.03) | | |
| Current Tax Liabilities | 1,166,142 | 1,090,584 | 6.93 | 1,166,520 | 1,090,584 | 6.96 | | |
| Other Liabilities | 6,239,874 | 4,985,134 | 25.17 | 6,345,564 | 5,093,256 | 24.59 | | |
| | 0,239,074 | 4,903,134 | 23.17 | 0,343,304 | 5,095,250 | 24.39 | | |
| Total Liabilities | 199,340,962 | 193,399,241 | 3.07 | 199,284,270 | 193,312,237 | 3.09 | | |
| Equity | | | | | | | | |
| Equity Stated Capital | 10 500 704 | 10 500 704 | | 10 500 704 | 10 500 704 | | | |
| Statutory Reserve Fund | 10,529,724 841,964 | 10,529,724 841,964 | - | 10,529,724 | 10,529,724 | | | |
| - | | | - | 841,964 | 841,964 | 4 00 | | |
| Retained Earnings | 7,472,244 | 7,209,580 | 3.64 | 7,482,652 | 7,147,589 | 4.69 | | |
| Other Reserves | 3,542,258 | 3,180,350 | 11.38 | 4,502,216 | 4,140,308 | 8.74 | | |
| Total Shareholders' Equity | 22,386,190 | 21,761,618 | 2.87 | 23,356,556 | 22,659,585 | 3.08 | | |
| Non-Controlling Interest | - | - | - | 1,366,369 | 1,537,626 | (11.14) | | |
| Total Equity | 22,386,190 | 21,761,618 | 2.87 | 24,722,925 | 24,197,211 | 2.17 | | |
| Total Equity & Liabilities | 221,727,152 | 215,160,859 | 3.05 | 224,007,195 | 217,509,448 | 2.99 | | |
| Contingent Liabilities and Commitments | 41,398,698 | 35,473,070 | 16.70 | 41,465,698 | 35,561,711 | 16.60 | | |
| Mamarandum Information | | | | | | | | |
| Memorandum Information | 0.000 | 0.040 | (1 07) | 0.000 | 0.000 | (1.00) | | |
| Number of Employees | 2,992 | 3,049 | (1.87) | 3,022 | 3,080 | (1.88) | | |
| Number of Banking Centres | 151 | 151 | - | 151 | 151 | - | | |
| Net Asset Value Per Ordinary Share (Rs.) | 64.90 | 63.08 | 2.89 | 67.71 | 65.69 | 3.08 | | |
| Certification: | | | | | | | | |

Certification

We the undersigned, being the Chairman, Director, General Manager/Chief Executive Officer and Chief Financial Officer of Seylan Bank PLC certify that, a) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka and wherever required provides additional disclosures to comply with Sri Lanka Accounting Standard - LKAS 34 - Interim Financial Reporting.

b) The information contained in these statements have been extracted from the unaudited financial statements of the Bank & Group, which have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007. (Sgd.) Nihal Jayamanna PC (Sgd.) Coralie Pietersz

Chairman

Director

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| SEYLAN BANK PLC - DEBENTURES | SEY | 'LAN B | ANK PLC - | DEBENTUR | ES |
|------------------------------|-----|--------|-----------|----------|----|
|------------------------------|-----|--------|-----------|----------|----|

Rs. '000

Rs. '000

| Debt/Equity Ratio | Current Period 01 April 2014 to 30 June 2014 0.11 |
|---|---|
| Interest Cover | 0.11 |
| Quick Asset Ratio | 0.79 |
| 2013/2018 Issue | |
| Market Prices during Apr to Jun (EX Interest) | |
| Annual Interest - 15.50% p.a. | |
| - Highest Price | 117.12 |
| - Lowest Price | 116.04 |
| - Last Traded Price(24/06/2014) | 116.04 |
| Semi Annual - 15.00% | * |
| Monthly Interest - 14.50% | |
| Interest Yield As At Date of Last Trade | |
| Annual Interest (24/06/2014) | 13.36% |
| Yield to Maturity of Trade Done on | |
| Annual Interest (24/06/2014) | 10.00% |
| Interest Rate of Comparable Government Security | 8.51% |

* No Trading During The Period

| D PERFORMANCE | INDIGATODO |
|-----------------|------------|
| J FENFUNIVIANUE | INDIGALONO |
| | |

| | B/ | ANK | GROUP | | | |
|---|------------|------------|------------|-------------------|--|--|
| | 30.06.2014 | 31.12.2013 | 30.06.2014 | 31.12.2013 | | |
| | | | | | | |
| Regulatory Capital Adequacy | | | | | | |
| Core Capital (Tier 1 Capital) Rs. '000 | 19,738,237 | 19,405,426 | 20,706,744 | 20,358,962 | | |
| Total Capital Base Rs. '000 | 21,094,636 | 20,963,541 | 22,021,593 | 21,873,128 | | |
| Core Capital Adequacy Ratio as a % of Risk Weighted | 14.29 | 14.58 | 14.73 | 15.0 ⁻ | | |
| Assets (Minimum Requirement 5%) | | | | | | |
| Total Capital Adequacy Ratio as a % of Risk Weighted | 15.27 | 15.75 | 15.66 | 16.13 | | |
| Assets (Minimum Requirement 10%) | | | | | | |
| Assets Quality (Quality of Loan Portfolio) | | | | | | |
| Gross Non-Performing Advances Ratio % | 10.86 | 10.58 | | | | |
| (Net of Interest in Suspense) | | | | | | |
| Gross Non-Performing Advances Ratio % | 10.93 | 10.64 | | | | |
| (Net of Interest in Suspense including Investment Properties) | | | | | | |
| Net Non-Performing Advances Ratio % | 8.24 | 7.94 | | | | |
| (Net of Interest in Suspense and Provision) | | | | | | |
| Net Non-Performing Advances Ratio % | 8.30 | 8.00 | | | | |
| (Net of Interest in Suspense and Provision including | | | | | | |
| Investment Properties) | | | | | | |
| Profitability | | | | | | |
| Interest Margin % | 4.71 | 4.89 | | | | |
| Return (Net Profit Before Tax) on Average Assets % | 1.70 | 1.72 | | | | |
| Return on Equity % | 11.06 | 11.40 | | | | |
| Regulatory Liquidity | | | | | | |
| Statutory Liquid Assets | | | | | | |
| Domestic Banking Unit Rs. '000 | 55,090,956 | 46,137,595 | | | | |
| Offshore Banking Unit USD '000 | 17,392 | 16,233 | | | | |
| Statutory Liquid Assets Ratio % | | | | | | |
| (Minimum Requirement 20 %) | | | | | | |
| Domestic Banking Unit | 30.26 | 26.74 | | | | |
| Offshore Banking Unit | 28.55 | 25.93 | | | | |
| | | | | | | |



| FYPI | ANATO | OTES |
|------|-------|------|
| | ANAIU | UILC |

| 11. ANALYSIS OF FINANCI | AL INS | TRUMEN | TS BY M | EASURE | MENT B <i>i</i> | ASIS | | | · | Rs. '000 | EXPLANATORY NOTES | | | | |
|--|----------------------------|------------------------------|-----------------------------------|--------------------------------------|---|----------------------------|--------------------------------|---|---------------------------------|---|---|---|---|--|---|
| | Held-for- | Bai Held-to- | ık - as at 30.06.2 Loans & | 2014 Available- | Total | Held-for- | Held-to- | ank - as at 31.12 Loans & Receivables | Available- | Total | General There are no changes to the accounting policies and methods of computation since the have been prepared & presented in accordance with the Sri Lanka Accounting Standar | e publication of the last Ann ds (LKAS/SLFRS) immediat | ual Report. The Interim F | inancial Statements y 01, 2012 and prov | of the Bank and the Group |
| Assets | Trading (HFT) | Maturity (HTM) | Receivables (L&R) | for-sale (AFS) | | Trading (HFT) | Maturity (HTM) | Receivables (L&R) | for-sale (AFS) | | nave been prepared & presented in accordance with the Sri Lanka Accounting Standar to comply with LKAS 34, Interim Financial Reporting. The Interim Financial Statement 31, 2013 which have been prepared in accordance with LKAS/SLFRS. The group financial statements comprise a consolidation of the Financial Statements o | s should be read in conjunc | tion with the Annual Fina | ncial Statements for | |
| Assets Cash and Cash Equivalents Balances with Central Bank of Sri Lanka Placements with Banks and Finance Companies | | | 5,453,798 7,473,401 293,047 | - | 5,453,798 7,473,401 293,047 | - | - | 5,180,195 7,505,185 970,203 | | - 5,180,195 - 7,505,185 - 970,203 | 2. Information on Ordinary Shares | 30/06/2014 | | 30/06/20 | 113 |
| Derivative Financial Instruments Other Financial Assets Held-for-Trading Securities Purchased under Resale Agreements | 236,38 11,862,70 | 1 - 7 - | - - 5,945,038 | - | 236,381 11,862,707 5,945,038 | 287,210 11,183,843 - | | 5,729,904 | | - 287,210 - 11,183,843 - 5,729,904 | MARKET PRICE (Rs.) Voting | Non-Vo | ling | /oting | Non-Voting |
| Customer Loans and Receivables Financial Investments - Available-for-Sale Financial Investments - Held-to-Maturity | | - 22,324,027 | 133,101,765 | - 23,837,865 - | 133,101,765 23,837,865 22,324,027 | - | 24,050,862 | 136,552,857 | 14,001,964 | - 136,552,857 4 14,001,964 - 24,050,862 | Market Price Per Share 65.80 Highest Price per share for the quarter ended 70.00 Lowest Price per share for the quarter ended 60.00 | 38.9 40.5 34.0 |) | 65.50 74.00 59.00 | 36.00 41.20 33.00 |
| Investment in Subsidiary Total Financial Assets | 12,099,08 | | 152,267,049 | 23,837,865 | 894,155 211,422,184 | 11,471,053 | 800,624 24,851,486 | 155,938,344 | | - 800,624 4 206,262,847 | 3. Shareholders' Information | | | | |
| Liabilities | | ld-for- ng (HFT) | Amortis | ed Cost | Total | Held Tradin | -for- g (HFT) | Amort | ised Cost | Total | 3.1 Twenty Largest Ordinary Volting Shareholders as at June 30, 2014 1. Sri Lanka Insurance Corporation Ltd General Fund – 17,597,739 [includes Sri Lanka Insurance Corporation Ltd General Fund – 17,597,739 | | No. (| f Shares | % |
| Due to Banks Derivative Financial Instruments Customer Deposits | 22 | - 4,008 | 11,36 | 64,494 - 39 769 | 11,364,494 224,008 172,739,769 | 382 | ,815 | | 544,206 - 371,384 | 11,544,206 382,815 167,371,384 | and Sri Lanka Insurance Corporation Ltd Life Fund – 8,798,869] 2. Brown & Company PLC A/C No. 1 3. Employees Provident Fund | | 24 17 | 396,608 416,750 525,425 | 15.00 13.87 9.96 |
| Securities Sold under Repurchase Agreements Other Borrowings Debentures | | - | 4,90 | 03,057 12,061 28,797 | 4,903,057 12,061 2,528,797 | | - | 4, | 573,955 12,738 243,299 | 4,573,955 12,738 3,243,299 | 4. LOLC Investments Ltd. 5. Bank of Ceylon No.1 Account 6. Waldock Mackenzie Limited/Mr. D S K Amarasekera | | 13 11 | 808,502 198,305 322,734 | 9.55 7.50 6.43 |
| Total Financial Liabilities | 22 | 4,008 Gro | 191,54 up - as at 30.06.2 | 48,178 | 191,772,186 | 382 | ,815 Gra | | 745,582 | 187,128,397 | Capital Trust Credit (Pvt) Ltd./W U N Gamage Sampath Bank PLC/Dr T Senthilveri Melion Bank NA. – Frontier Market Opportunities Master Fund, L.P | | 6 5 | 954,017 812,422 029,000 | 4.52 3.87 2.86 |
| | Held-for- Trading (HFT) | Held-to- Maturity (HTM) | Loans & | Available- for-sale (AFS) | Total | Held-for- Trading (HFT) | Held-to- Maturity (HTM) | Loans & | Available- for-sale (AFS) | Total | 10. Bentota Backwaters (Pv1) Ltd. 11. Melion Bank N.A. – Frontier Market Select Fund II L.P 12. Seyfest (Private) Limited | | 4 | 377,253 341,650 017,940 | 2.49 2.47 1.71 |
| Assets Cash and Cash Equivalents Balances with Central Bank of Sri Lanka | | | 5,453,888 7,473,401 | | 5,453,888 7,473,401 | - | - | 5,180,226 7,505,185 | | 1,000,100 | Sesot (Private) Limited Seybest (Private) Limited Seyshop (Private) Limited | | 2 2 | 279,042 165,435 165,435 | 1.30 1.23 1.23 |
| Placements with Banks and Finance Companies Derivative Financial Instruments Other Financial Assets Held-for-Trading | 236,38 11,871,02 | 1 - 8 - | 293,047 | - | 293,047 236,381 11,871,028 | - 287,210 11,191,770 | - | 970,203 | | - 970,203 - 287,210 - 11,191,770 | 16. Esots (Private) Limited | | 1 | 148,132 197,410 031,000 | 1.22 0.68 0.59 |
| Securities Purchased under Resale Agreements Customer Loans and Receivables Financial Investments - Available-for-Sale | | · · · | 5,945,038 133,101,765 - | - - 23,889,291 | 5,945,038 133,101,765 23,889,291 | - | - | 5,729,904 136,552,857 - | 14,001,964 | | 19. Mr. K R B Fernando 20. Sotse (Pvt) Ltd. | | | 015,254 977,010 | 0.58 0.56 |
| Financial Investments - Held-to-Maturity Total Financial Assets | 12,107,40 | - 22,404,376 9 22,404,376 | 152,267,139 | 23,889,291 | 22,404,376 210,668,215 | - 11,478,980 | 24,130,160 24,130,160 | - 155,938,375 | 14,001,964 | - 24,130,160 4 205,549,479 | 3.2. Twenty Largest Ordinary Non-Voting Shareholders as at June 30, 2014 1. Lanka Orix Leasing Company PLC 2. Employees Provident Fund | | | 688,535 896,029 | 42.42 12.96 |
| Liabilities | | ld-for- ng (HFT) | Amortis | ed Cost | Total | Held Tradin | l-for- g (HFT) | Amort | ised Cost | Total | Pershing LLC S/A Averbach Grauson & Co Associated Electrical Corporation Ltd. Mr. E Thavagnanasooriyam & Mr. E Thavagnanasundaram | | 2 2 | 054,012 900,399 649,968 | 2.40 1.72 1.57 |
| Laurinus Due to Banks Derivative Financial Instruments Customer Deposits | 22 | - 24,008 | | 64,494 - 39,769 | 11,364,494 224,008 172,739,769 | 382 | ,815 | | 544,206 - 371,384 | 11,544,206 382,815 167,371,384 | 6. Seylan Bank PLC/ARC Capital (Pvt) Ltd. 7. Merrill J Fernando & Sons (Pvt) Limited 8. Mr. N Balasingam | | 1 | 455,369 877,057 762,693 | 1.45 1.11 1.04 |
| Customer Deposits Securities Sold under Repurchase Agreements Other Borrowings Debentures | | - | 4,90 | 39,769 03,057 12,061 28,797 | 4,903,057 12,061 2,528,797 | | - | 4, | 573,955 12,738 243,299 | 4,573,955 12,738 3,243,299 | 9. National Savings Bank 10. Seylan Bank PLC/Pubudhu Saranga Wijayakumari Rupasinghe 11. Mr. N Ganarajah | | 1 | 535,151 406,460 169,997 | 0.91 0.83 0.69 |
| Total Financial Liabilities | 22 | 4,008 | 191,54 | | 191,772,186 | 382 | ,815 | | 745,582 | 187,128,397 | 12. Mrs. P S W Rupasinghe 3. Deutsche Bank AG – National Equity Fund 14. Deutsche Bank AG as Trustee for Namal Acuity Value Fund | | 1 | 163,924 120,000 000,000 | 0.69 0.66 0.59 |
| 10. SEGMENT REPORTING | G - GRO | UP | | | | | | | | Rs. '000 | Peoples Leasing & Finance PLC/L P Hapangama Mr. E Thavagnanasooriyam Dr. S Yaddehige | | | 923,142 853,598 744,123 | 0.55 0.51 0.44 |
| | | BANKING 14 30.06.2013 | _ | EASURY 30.06.2013 | | /INVESTMENT 30.06.2013 | | | | TOTAL 14 30.06.2013 | 18 Miss S Durga 19. Mrs. E Thavgnasundaram 20. Mrs. P Thavarah | | | 683,808 674,192 575,356 | 0.40 0.40 0.34 |
| Interest Income | 30.06.20 | | | | | | 30.06.2014 | 30.06.2013 972,775 | | | 3.3 Percentage of Public Holdings as at June 30, 2014 Ordinary Voting Shares - 54.30% | | | | |
| Interest Income Net Interest Income | 6,158,1 3,901,0 | 65 7,121,674 | 379,226 | 489,753 | 81 | 337 | (10,702) 356,742 | 2) (13,686 |) 6,526,7 | 70 7,598,078 | Ordinary Non-Voting Shares - 57.47% Directors' and General Manager/Chief Executive Officer's Shareholdings as at June 30 | , 2014 | | | |
| Fee and Commission Income Fee & Commission expense | 1,092,8 | 46 1,013,455 | - | | 2,219 | - | 175 | | | 21 1,015,385 | 4. Directors and deneral manager/oner Executive Uniter's Onerenordings as a dure of Name of Director | | | f Shares y Voting) | No. of Shares (Ordinary Non-voting) |
| Net Fee and Commission Income Net Trading Income | 1,073,6 | 56 987,737 - | | | (2,219 399 | | 175 | | 1,053,4 207,4 | | Mr. Nihal Jayamanne PC Mr. Ishara C Manayakkara Rear Admiral B A J O Peiris | | | 5,583 Nil Nil | Nil Nil Nil |
| Net Gain from Financial Investments Net Exchange Income | 78,4 | | 159,648 | 160,234 | | | (1,109 | | | 30 229,827 | Mr. S P Samantha Ranatunga Mr. W D K Jayawardena Mr. P L S K Perera | | | Nil Nil Nil | Nil Nil Nil |
| Other Operating Income (Net) Inter Segement Revenue | 65,3 (267,7 | 52) (17,022 |) 17,142 | (12,343) | 85,444 | - | (39,624 | 29,365 | | | Ms. M C Pietersz Mr. H I Balapatabendi Mr. H K U Dharmadasa | | | Nil Nil Nil | Nil Nil 35,900 |
| Total Operating Income Depreciation and Amortisation Immediate Income Character ((Department)) | 4,850,7 | 73 141,819 | 476 | | 100,725 | | 566,794 103,370 | 172,881 | 250,3 | 21 315,613 | General Manager/Chief Executive Officer Mr. K P Ariyaratne | | | 21,117 | 123,005 |
| Impairment for Loans and Other Losses - Charges/(Reversal) Operating Expenses (Including VAT& NBT) | 675,2 3,351,9 | | | | 35,673 | 45,846 | 664,743 | - (225 8 883,605 | | | 5. Stated Capital as at June 30, 2014 | | | 21,117 | Rs. '000 |
| Reportable Segment Profit Before Income Tax | 677,5 | 94 1,126,403 | 1,353,551 | 365,516 | 64,550 | 60,399 | (201,319 | 9) (54,031 |) 1,894,3 | 1,498,287 | 33,560,000 Voting Ordinary Shares @ Rs. 10/- each | | | | 335,600 100,000 |
| OTHER INFORMATION Total Assets | 124,223,9 | 143 128,725,067 | 76,242,673 | 54,570,540 | 4,389,756 | 4,405,143 | 19,150,823 | 16,710,907 | 224,007,1 | 95 204,411,657 | 4,000,000 Voting Ordinary Shares @ Rs. 25/- each 92,440,000 Voting Ordinary Shares @ Rs. 35/- each 2,644,068 Voting Ordinary Shares @ Rs. 59/- each | | | | 3,235,400 156,000 |
| Total Liabilities & Equity Cash Flows from Operating Activites | 174,072,2 9,190,3 | | | | 4,389,756 41,933 | | 30,393,872 (68,239 | | | | 43,333,333 Voting Ordinary Shares @ Rs. 75/- each 83,550,000 Non-Voting Ordinary Shares @ Rs. 12/50 each 40,000,000 Non-Voting Ordinary Shares @ Rs. 25/- each | | | | 3,250,000 1,044,500 1,000,000 |
| Cash Flows from Investing Activites Cash Flows from Financing Activites | (129,0 | | (1,272,470 | 9,076,160 | 84,198 (20,858 |) (36,991) | (252,410 (818,771 | (292,040 |) (2,112,0 | 99) 8,747,129 | 45,423,009 Non-Voting Ordinary Shares @ Rs. 35/- each Less: Issue Expenses | | | | 1,589,805 (181,581) |
| Capital Expenditure | (130,1 | 81) (179,049 | (1,064 | (1,416) | 420 | 373 | (129,947 | (192,386 |) (260,7 | (372,478) | Total 6. Basic/Diluted Earnings per Share | | | | 10,529,724 |
| STATEMENT OF CHANGES | S IN EQU | JITY - BA Stated Ca | | Statutory | Retained | | Reser | ves | | Rs. '000 | Basic Earnings per share has been calculated by dividing profit after tax attributable to Non-voting) during the 6 months ended June 30, 2014. Diluted Earnings per Share ordinary shares. | | | | |
| For the Six Months ended 30th June | | Ordinary Shares | Ordinary Shares | Reserve Fund | Earnings S | Special Risk Reserve | Revaluation Reserve S | Available for Sale Reserves | Other Reserves | | 7. Post Balance Sheet Events There were no material events that took place since June 30, 2014 that require disclosure | n these Financial Statemen | is. | | |
| 01. Balance as at 01.01.2013 | | | lon-Voting 3,418,730 | * 726,187 | 6,138,249 | ** | 510,049 | (125,070) | 1,264,048 | 18,851,837 | Others The dividend of Rs. 2.25 per share was paid to the Ordinary Voting and Non-voting 5 dispatched to the Ordinary (voting) shareholders and Ordinary (non-voting) sharehold | | ntitled as at end of tradir | g on March 31, 201 | 4. Dividend cheques were |
| Total Comprehensive Income for the period | | | -,, | , | -,, | | , | (, | .,, | | Mr. R Nadarajah, Executive Director retired from the Board and the service of the Bank of Mr. H K U Dharmadasa was appointed to the Board on June 09, 2014. | | | | |
| Profit for the Period Other Comprehensive Income (Net of Tax) 02. Total Comprehensive Income for the period | | | | | 1,001,556 - 1,001,556 | | | 227,225 227,225 | | 1,001,556 | Comparative Information Comparative information has been re-classified where necessary, to conform to the curre | nt period presentation. | | | |
| Transactions With Equity Holders, Recognised Dir | ectly In Equity | | | | 1,001,000 | | | 221,225 | | 1,228,781 | During the quarter there were no material changes in Contingent Liabilities, composition of All known expenditure items have been provided for in these Interim Accounts. | f Assets and Liabilities and | use of funds raised by th | Bank. | |
| Cash/Scrip Dividends to Equity Holders Transfers from/to Retained Profits | | 156,000 | 148,272 | | (676,160) (168,588) | (112,922) | | | 281,510 | | ADDITIONAL DISCLOSURES | | | | Rs. '000 |
| 03. Total Transactions with Equity Holders Balance as at 30.06.2013 (1 + 2 + 3) | | 156,000 | 148,272 3,567,002 | - 726,187 | (844,748) | (112,922) | - 510,049 | - 102,155 | 281,510 | | | BA | | | ROUP |
| 01. Balance as at 01.01.2014 | | | 3,567,002 | 841,964 | 7,209,580 | | 651,483 | 641,586 | 1,887,281 | | 12 Customer Loans and Receivables | As at 30.06.2014 | As at 31.12.2013 | As at 30.06.2014 | As at 31.12.2013 |
| Total Comprehensive Income for the period | | | | | | | | | | | Gross Loans and Receivables (Refer 12.1) Less: Individual Impairment Collective Impairment | 140,402,755 (2,716,988) (4,584,002) | 144,167,684 (2,999,778) (4,615,049) | 140,402,755 (2,716,988) (4,584,002) | 144,167,684 (2,999,778) (4,615,049) |
| Profit for the period Other Comprehensive Income (net of tax) 02. Total Comprehensive Income for the period | | | | | 1,212,501 | | | 188,232 188,232 | | 1,212,501 188,232 · 1,400,733 | Net Loans and Receivables | 133,101,765 | 136,552,857 | 133,101,765 | 136,552,857 |
| Transactions With Equity Holders, Recognised Dir | ectly In Equity | | | | 1,212,001 | | | 100,202 | | 1,400,700 | 12.1 Customer Loans and Receivables - By product By product - Domestic Currency Export Bills | 39.706 | 18.638 | 39,706 | 18,638 |
| Dividends to Equity Holders Transfers from/to Retained Profits | | | | | (776,161) (173,676) | | | | 173,676 | | Import Bills Local Bills | 122,423 46,735 | 127,889 169,123 | 122,423 46,735 | 127,889 169,123 |
| 03. Total Transactions with Equity Holders Balance as at 30.06.2014 (1 + 2 + 3) | | 6,962,722 | 3,567,002 | - 841,964 | (949,837) | · · | - 651,483 | 829,818 | 2,060,957 | | Lease Rentals Receivable Overdrafts Trust Receipts Loans/Revolving Loans(RIL) | 8,701,074 39,510,074 8,253,580 | 8,690,012 38,964,190 9,812,635 | 8,701,074 39,510,074 8,253,580 | 8,690,012 38,964,190 9,812,635 |
| | | | | , | ., | - | 501,700 | JZ 3,010 | - ,000,937 | | Staff Loans Housing Loans Pawning Receivables | 4,032,851 8,587,189 9,701,269 | 3,882,440 8,682,549 14,370,126 | 4,032,851 8,587,189 9,701,269 | 3,882,440 8,682,549 14,370,126 |
| STATEMENT OF CHANGES | 5 IN EQ | UITY - G Stated Capita | | | | Reser | ves | | | Rs. '000 | Refinance Loans Credit Cards Other Loans | 622,457 2,708,207 49,724,723 | 584,504 2,551,355 47,800,886 | 622,457 2,708,207 49,724,723 | 584,504 2,551,355 47,800,886 |
| For the Six Months ended 30th June | | | dinary Sta Shares Reserve | | ed Special Risk qs Reserve | | Available for Sale Reserves | Other Beserves | Total Contr | Non Total olling Equity | Total By product - Foreign Currency | 132,050,288 | 135,654,347 | 132,050,288 | 135,654,347 |
| | | | Voting | * | ys neserve ** | | | | | terest | Export Bills Import Bills | 761,108 174,901 63,585 | 702,052 66,702 71,785 | 761,108 174,901 63,585 | 702,052 66,702 71 785 |
| 01. Balance as at 01.01.2013 | 6, | 806,722 3,4 | 18,730 72 | 26,187 6,061,5 | 71 112,922 | 868,928 | (125,070) | 1,519,261 19, | 389,251 1,22 | 22,004 20,611,255 | Local Bills Overdrafts Trust Receipts Loans/Revolving Loans(RIL) | 63,585 619,400 172,802 | 71,785 481,513 406,991 | 63,585 619,400 172,802 | 71,785 481,513 406,991 |
| Total Comprehensive Income for the period Profit for the Period | | | | 993,7 | 50 | | | | | 8,782 1,002,532 | Other Loans Total Gross Loans and Receivables | 6,560,671 8,352,467 140,402,755 | 6,784,294 8,513,337 144,167,684 | 6,560,671 8,352,467 140,402,755 | 6,784,294 8,513,337 144,167,684 |
| Other Comprehensive Income (Net of Tax) 02. Total Comprehensive Income for the period | | - | - | - 993,7 | 50 - | - | 227,225 227,225 | | 227,225 220,975 | - 227,225 8,782 1,229,757 | 12.2 Movements in Individual and Collective Impairment during the period for Customer Loans and Receivables | BA | NK | - | ROUP |
| Transactions With Equity Holders, Recognised Dir Cash/Scrip Dividends | | 156.000 | 48 979 | /070 | 60) | | | | (271 000) | 17 810) (000 200 | Individual Impairment | 2014 (For 06 Months) | 2013 (For 12 Months) | 2014 (For 06 Months) | 2013 (For 12 Months) |
| Cash/Scrip Dividends Transfers from/to Retained Profits 03. Total Transactions with Equity Holders | | - | 48,272 48,272 | (676,1 (168,5 - (844,7 | 88) (112,922 | | | 281,510 | - | 17,819) (389,707) | Opening Balance as at 01st January Charge/(Write back) to Income Statement | 2,999,778 549,509 (580,953) | 3,537,698 1,305,790 (1,276,124) | 2,999,778 549,509 (580,953) | 3,537,698 1,305,790 (1,276,124) |
| U3. Total Transactions with Equity Holders Balance as at 30.06.2013 (1 + 2 + 3) | | | | - (844,7 26,187 6,210,5 | | | | | | 17,819) (389,707) 12,967 21,451,305 | Reversal for Write-Offs Interest Accrued on Impaired Loans | (580,953) (251,346) | (1,276,124) (567,586) | (580,953) (251,346) | (1,276,124) (567,586) |
| 01. Balance as at 01.01.2014 | | | | 41,964 7,147,5 | | 1,356,228 | | | | 37,626 24,197,211 | Closing Balance as at 30th June 2014 as at 31st December 2013 Collective Impairment | 2,716,988 | 2,999,778 | 2,716,988 | 2,999,778 |
| Total Comprehensive Income for the period | <u> </u> | . 0,0 | | .,,0 | | | | , | | | Opening Balance as at 01st January Charge/(Write back) to Income Statement | 4,615,049 (31,047) | 4,707,621 (92,572) | 4,615,049 (31,047) | 4,707,621 (92,572) |
| Profit for the Period Other Comprehensive Income (Net of Tax) | | | | 1,210,6 | 17 | | 188,232 | 1 | ,210,617 188,232 | 17,414 1,228,031 - 188,232 | Closing Balance as at 30th June 2014 as at 31st December 2013 | 4,584,002 | 4,615,049 | 4,584,002 | 4,615,049 |
| 02. Total Comprehensive Income for the period | | - | - | - 1,210,6 | 17 - | • | 188,232 | - 1, | | 17,414 1,416,263 | Total Impairment | 7,300,990 | 7,614,827 | 7,300,990 | 7,614,827 |
| Transactions With Equity Holders, Recognised Dir Dividends | ectly In Equity | | | (776,1 | 61) | | | | (776,161) (2 | 20,857) (797,018) | 13 Customer Deposits - By product By product - Domestic Currency | As at 30.06.2014 | As at 31.12.2013 | As at 30.06.2014 | As at 31.12.2013 |
| Transfers from/to Retained Profits Changes in Ownership Interest without Change in | | | | (173,6 | | | | 173,676 | | | Demand deposits Savings deposits Fixed deposits | 11,680,122 43,785,669 98,981,706 | 10,727,342 38,991,037 99,858,932 | 11,680,122 43,785,669 98,981,706 | 10,727,342 38,991,037 99,858,932 |
| Acquisition of Non-Controlling Interest without Char 03. Total Transactions with Equity Holders | nge in Control | - | - | 74,2 - (875,5 | | • | - | 173,676 (| | 67,814) (93,531) 88,671) (890,549) | Certificate of deposits | 6,066,467 | 6,074,541 | 6,066,467 | 6,074,541 |
| Balance as at 30.06.2014 (1 + 2 + 3) | 6, | 962,722 3,5 | 67,002 84 | 41,964 7,482,6 | 52 - | 1,356,228 | 829,818 | 2,316,170 23, | 356,556 1,36 | 66,369 24,722,925 | By product - Foreign Currency | | | | |
| * Statistory Decense Fund recorded to the state | rement in the | of the occiliant of | 1) and (0) -(+ | nking Act N- CC | of 1099 /50/ -1 | t profit offer to S | | | | | Demand deposits Savings deposits Fixed deposits | 830,577 4,783,159 6,612,069 | 745,172 4,587,352 6,387,008 | 830,577 4,783,159 6,612,069 | 745,172 4,587,352 6,387,008 |
| * Statutory Reserve Fund represents the statutory requi ** According to the circular Ref. No. 08/24/002/0005/00 effect from 14/02/2013 Licensed Commercial Banks ann | 3/ issued by the | e Central Bank of S | ri Lanka, Primary D | ealer Unit is requi | red to appropriate | 25% of the profit | | | | | Total Total Customer Deposits | 12,225,805 172,739,769 | 11,719,532 167,371,384 | 12,225,805 172,739,769 | 11,719,532 167,371,384 |
| effect from 14/02/2013 Licensed Commercial Banks app | onneu dS Prima | y Dealer's Were ex | ompieu ir UII) THE RE | quirentent of mair | аллиу ѕисп Spec | an meserve as per | JII COLIUII INO. U8/ | / 0 1 1/00 19/001 | Jaiou 10/03/201 | · J. | | | | | |

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11. ANALYSIS OF FINANCI

Assets Cash and Cash Equivalents Balances with Central Bank of Sri Lanka Placements with Banks and Finance Companies Derivative Financial Instruments Other Financial Instruments Geourties Purchased under Resale Agreements Customer Loans and Receivables Financial Investments - Available-for-Sale Financial Investments - Held-to-Maturity Investment in Subsidiary

Liabilities Due to Banks Derivative Financial Instruments Customer Deposits Securities Sold under Repurchase Agreements Other Borrowings Debentures

Assets

SEYLAN

WASHING TOWN

M

592 Sec. 7

