

# SEYLAN BANK PLC

## FINANCIAL STATEMENTS

Three months ended 31st March, 2019



### INCOME STATEMENT

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

	(Amount in Rupees Thousands)					
	BANK			GROUP		
	For the three months ended 31st March			For the three months ended 31st March		
	2019	2018	Growth %	2019	2018	Growth %
		(Restated)		(Restated)		
Interest Income	13,627,840	11,472,368	18.79	13,629,782	11,472,482	18.80
Less: Interest Expenses	9,140,627	7,205,873	26.85	9,134,541	7,180,127	27.22
<b>Net Interest Income</b>	<b>4,487,213</b>	<b>4,266,495</b>	<b>5.17</b>	<b>4,495,241</b>	<b>4,292,355</b>	<b>4.73</b>
Fee and Commission Income	1,020,289	1,043,918	(2.26)	1,020,286	1,043,703	(2.24)
Less: Fee and Commission Expenses	53,922	48,464	11.26	54,893	49,512	10.87
<b>Net Fee and Commission Income</b>	<b>966,367</b>	<b>995,454</b>	<b>(2.92)</b>	<b>965,393</b>	<b>994,191</b>	<b>(2.90)</b>
Net Gains/(Losses) from Trading/Net Fair Value Gains/(Losses)	(621,742)	105,130	(691.40)	(622,328)	105,054	(692.39)
Net Gains/(Losses) from Financial Instruments at Fair Value through Profit or Loss	56,049	33,368	67.97	56,049	33,368	67.97
Net Gains/(Losses) from Derecognition of Financial Assets at Fair Value through Other Comprehensive Income	933,933	219,880	324.75	860,974	159,388	440.17
Net Other Operating Income	368,240	358,378	2.75	294,695	297,810	(1.05)
<b>Total Operating Income</b>	<b>5,821,820</b>	<b>5,620,327</b>	<b>3.59</b>	<b>5,755,329</b>	<b>5,584,356</b>	<b>3.06</b>
Impairment Charges	589,236	982,226	(40.01)	589,220	982,226	(40.01)
<b>Net Operating Income</b>	<b>5,232,584</b>	<b>4,638,101</b>	<b>12.82</b>	<b>5,166,109</b>	<b>4,602,130</b>	<b>12.25</b>
Personnel Expenses	1,570,195	1,503,734	4.42	1,579,431	1,513,195	4.38
Depreciation and Amortisation Expenses	203,379	180,500	12.68	218,760	196,301	11.44
Other Expenses	1,416,987	1,304,249	8.64	1,371,354	1,274,431	7.61
<b>Operating Profit before Taxes</b>	<b>3,190,563</b>	<b>2,988,483</b>	<b>6.76</b>	<b>3,169,545</b>	<b>2,983,927</b>	<b>6.22</b>
Value Added Tax on Financial Services	428,180	391,888	9.26	428,180	391,888	9.26
Nation Building Tax on Financial Services	57,207	52,252	9.48	57,207	52,252	9.48
Debt Repayment Levy	250,964	-	100.00	250,964	-	100.00
<b>Profit before Income Tax</b>	<b>1,305,672</b>	<b>1,205,478</b>	<b>8.31</b>	<b>1,260,213</b>	<b>1,174,063</b>	<b>7.34</b>
Income Tax Expense	403,105	393,168	2.53	434,728	411,514	5.64
<b>Profit for the Period</b>	<b>902,567</b>	<b>812,310</b>	<b>11.10</b>	<b>825,485</b>	<b>762,549</b>	<b>8.25</b>
<b>Profit Attributable to:</b>						
Equity Holders of the Bank	902,567	812,310	11.10	817,449	755,922	8.14
Non-Controlling Interest	-	-	-	8,036	6,627	21.26
<b>Profit for the period</b>	<b>902,567</b>	<b>812,310</b>	<b>11.10</b>	<b>825,485</b>	<b>762,549</b>	<b>8.25</b>
<b>Basic/Diluted Earnings per Ordinary Share (In Rupees)</b>	<b>2.39</b>	<b>2.15</b>	<b>11.10</b>	<b>2.16</b>	<b>2.00</b>	<b>8.14</b>

### CASH FLOW STATEMENT

(Amount in Rupees Thousands)

	(Amount in Rupees Thousands)			
	BANK		GROUP	
	For the Three Months ended 31st March		For the Three Months ended 31st March	
	2019	2018	2019	2018
<b>Cash Flows from Operating Activities</b>				
Interest receipts	13,598,498	11,612,729	13,600,440	11,612,843
Interest payments	(7,746,321)	(7,082,202)	(7,743,403)	(7,056,456)
Net commission receipts	966,367	1,043,202	965,393	1,043,703
Trading income	12,498	53,599	11,912	53,599
Payments to employees	(1,487,734)	(820,129)	(1,489,013)	(1,140,760)
VAT & NBT on financial services & DRL	(618,206)	(444,140)	(618,206)	(431,861)
Receipts from other operating activities	1,126,538	526,096	1,143,320	465,804
Payments on other operating activities	(1,115,017)	(1,006,453)	(1,099,384)	(1,470,732)
<b>Operating profit before changes in operating assets and liabilities</b>	<b>4,736,623</b>	<b>3,982,702</b>	<b>4,801,059</b>	<b>3,075,940</b>
<b>(Increase)/decrease in operating assets:</b>				
Balances with Central Bank of Sri Lanka	3,285,673	1,196,918	3,285,673	1,196,918
Financial assets at amortised cost - loans & advances	(10,586,744)	(8,710,002)	(10,586,744)	(8,710,002)
Other assets	149,474	44,004	310,330	135,894
<b>Increase/(decrease) in operating liabilities:</b>				
Financial liabilities at amortised cost - due to depositors	8,718,865	3,734,009	8,718,865	3,734,009
Financial liabilities at amortised cost - due to debt securities holders	107,010	(3,788,486)	107,010	(3,788,486)
Financial liabilities at amortised cost - due to other borrowers	(2,635)	(848)	(2,635)	(848)
Other liabilities	1,728,785	(1,138,958)	1,553,550	(109,612)
Due to banks	(3,790,354)	(740,687)	(3,790,354)	(740,687)
<b>Cash (used in)/generated from operating activities before income tax</b>	<b>4,346,697</b>	<b>(6,321,348)</b>	<b>4,396,754</b>	<b>(5,206,874)</b>
Income tax paid	(467,082)	(377,993)	(467,449)	(378,264)
<b>Net cash (used in)/generated from operating activities</b>	<b>3,879,615</b>	<b>(6,699,341)</b>	<b>3,929,305</b>	<b>(5,585,138)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(101,847)	(92,342)	(101,847)	(101,889)
Improvements to investment properties	-	-	-	(243)
Proceeds from sale of property, plant & equipment	415	4,900	415	4,900
Net proceeds from sale, maturity and purchase of financial investments of government of Sri Lanka	-	-	-	-
Treasury Bills/Bonds and Development Bonds maturing after three months	(1,248,805)	5,403,529	(1,194,771)	5,403,529
Net cash flow from disposal of subsidiaries	4,875	133,824	4,875	133,824
Reverse repurchase agreements maturing after three months	4,961	7,209	4,961	7,209
Net purchase of intangible assets	(15,545)	(3,294)	(15,545)	-
Net cash flow from acquisition of investment in subsidiaries	-	-	-	-
Net cash flow from disposal of subsidiaries	-	-	-	-
Dividend received from investment in subsidiaries	89,725	84,509	-	-
Dividend received from other investments	3,743	21,618	3,743	21,618
Proceed from Sale of Assets Held-for-Sale	834,000	-	834,000	-
<b>Net cash (used in)/generated from investing activities</b>	<b>(1,262,478)</b>	<b>6,493,953</b>	<b>(1,296,169)</b>	<b>5,469,148</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	-	6,234,000	-	6,134,000
Repayment of subordinated debt	(2,000,000)	-	(2,000,000)	-
Interest paid on subordinated debt	(743,482)	(321,704)	(743,482)	(321,704)
Interest paid on un-subordinated debt	-	-	-	-
Dividend paid to non-controlling interest	(48)	(110,127)	(14,047)	(20,696)
Dividend paid to shareholders of the bank	-	-	-	(128,789)
Dividend paid to holders of other equity instruments	-	-	-	-
<b>Net cash (used in)/generated from financing activities</b>	<b>(743,530)</b>	<b>3,802,169</b>	<b>(757,529)</b>	<b>3,712,811</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,873,607</b>	<b>3,996,781</b>	<b>1,873,607</b>	<b>3,596,821</b>
Cash and cash equivalents at beginning of the year	25,401,673	16,073,851	25,401,713	16,073,851
<b>Cash and cash equivalents at end of the Period</b>	<b>27,275,280</b>	<b>19,670,632</b>	<b>27,275,320</b>	<b>19,670,672</b>
<b>Reconciliation of cash and cash equivalents</b>				
Cash and cash equivalents	8,908,270	8,100,574	8,908,310	8,100,614
Placements with banks and finance companies	3,250,677	3,250,677	3,250,677	3,250,677
Government of Sri Lanka Treasury Bills/Bonds and Development Bonds maturing within three months	6,366,996	9,792,242	6,366,996	9,792,242
Securities purchased under resale agreements maturing within three months	8,749,337	1,777,816	8,749,337	1,777,816
<b>27,275,280</b>	<b>19,670,632</b>	<b>27,275,320</b>	<b>19,670,672</b>	

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

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

	(Amount in Rupees Thousands)					
	Bank			Group		
	For the Three Months Ended 31st March			For the Three Months Ended 31st March		
	2019	2018	Growth%	2019	2018	Growth%
		(Restated)		(Restated)		
<b>Profit for the Period</b>	<b>902,567</b>	<b>812,310</b>	<b>11.10</b>	<b>825,485</b>	<b>762,549</b>	<b>8.25</b>
<b>Items that will be reclassified to income statement</b>						
Net Movement of Cash Flow Hedge Reserve	(29,958)	(7,747)	(286.70)	(29,958)	(7,747)	(286.70)
Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	651,418	(101,519)	741.67	652,719	(101,519)	742.95
<b>Items that will not be reclassified to income statement</b>						
Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	72,393	75,502	(4.12)	72,393	75,502	(4.12)
<b>Other Comprehensive Income/(Loss) for the Period, Net of Taxes</b>	<b>693,853</b>	<b>(33,764)</b>	<b>2,155.01</b>	<b>695,154</b>	<b>(33,764)</b>	<b>2,158.86</b>
<b>Total Comprehensive Income for the Period</b>	<b>1,596,420</b>	<b>778,546</b>	<b>105.05</b>	<b>1,520,639</b>	<b>728,785</b>	<b>108.65</b>
<b>Total Comprehensive Attributable to:</b>						
Equity Holders of the Bank	1,596,420	778,546	105.05	1,512,219	722,158	109.40
Non-Controlling Interest	-	-	-	8,420	6,627	27.06
<b>Total Comprehensive Income for the Period</b>	<b>1,596,420</b>	<b>778,546</b>	<b>105.05</b>	<b>1,520,639</b>	<b>728,785</b>	<b>108.65</b>

### STATEMENT OF FINANCIAL POSITION

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

	(Amount in Rupees Thousands)					
	Bank			Group		
	As at 31.03.2019			As at 31.12.2018		
	As at 31.03.2019	As at 31.12.2018	Growth %	As at 31.03.2019	As at 31.12.2018	Growth %
<b>Assets</b>						
Cash and Cash Equivalents	8,908,270	12,573,611	(29.15)	8,908,310	12,573,651	(29.15)
Balances with Central Bank of Sri Lanka	15,186,602	18,472,275	(17.79)	15,186,602	18,472,275	(17.79)
Placements with Banks and Finance Companies	3,250,677	-	100	3,250,677	-	100
Derivative Financial Instruments	391,370	1,676,958	(76.66)	391,370	1,676,958	(76.66)
Financial Assets recognized through Profit or Loss						
- Measured at fair value	6,705,338	4,918,336	36.33	6,710,489	4,923,487	36.30
- Designated at fair value	-	-	-	-	-	-
Financial Assets at Amortized Cost						
- Loans and Advances	337,532,656	326,882,538	3.26	337,532,656	326,882,538	3.26
- Debt and Other Instruments	30,552,780	29,593,496	3.24	30,552,780	29,593,496	3.24
Financial Assets measured at Fair Value through Other Comprehensive Income	57,665,544	58,770,720	(1.88)	57,713,830	58,819,604	(1.88)
Investment in Subsidiary	1,153,602	1,153,602	-	-	-	-
Group Balances Receivable	130,326	40,600	221.00	-	-	-
Property, Plant & Equipment	3,675,770	3,739,526	(1.70)	6,282,575	6,357,092	(1.17)
Leasehold Rights	38,162	38,479	(0.82)	569,821	571,990	(0.38)
Investment Properties	-	-	-	842,370	845,138	(0.33)
Intangible Assets	554,177	576,091	(3.80)	554,177	576,091	(3.80)
Deferred Tax Assets	-	270,275	(100.00)	-	99,648	(100.00)
Other Assets	9,741,211	8,226,511	18.41	9,812,746	8,269,528	18.66
<b>Total Assets</b>	<b>475,486,485</b>	<b>466,933,018</b>	<b>1.83</b>	<b>478,308,403</b>	<b>469,661,496</b>	<b>1.84</b>
<b>Liabilities</b>						
Due to Banks	22,588,427	26,378,781	(14.37)	22,588,427	26,378,781	(14.37)
Derivative Financial Instruments	199,693	145,339	37.40	199,693	145,339	37.40
Financial Liabilities at Amortized Cost						
- Due to Depositors	367,052,617	357,560,187	2.65	367,052,617	357,560,187	2.65
- Due to Debt Securities Holders	21,212,403	21,094,525	0.56	21,212,403	21,094,525	0.56
- Due to Other Borrowers	29,383	32,018	(8.23)	29,383	32,018	(8.23)
Group Balances Payable	236,908	211,686	11.91	-	-	-
Debt Securities Issued	16,059,742	16,329,400	(1.65)	16,059,742	16,329,400	(1.65)
Current Tax Liabilities	951,126	1,209,464	(21.36)	920,514	1,185,533	(22.35)
Deferred Tax Liabilities	177,416	-	100	365,062	-	100
Other liabilities	11,058,109	9,361,819	18.12	11,225,753	9,472,350	18.51
<b>Total Liabilities</b>	<b>439,565,824</b>	<b>432,323,219</b>	<b>1.68</b>			



# SEYLAN BANK PLC

## FINANCIAL STATEMENTS

### Three months ended 31st March, 2019



#### 10. SEGMENT REPORTING - GROUP

(Amount in Rupees Thousands)

	BANKING		TREASURY		PROPERTY/INVESTMENTS		UNALLOCATED/ELIMINATIONS		TOTAL	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
Interest Income	11,200,530	9,506,971	1,738,445	1,409,125	8,028	25,860	682,779	530,526	13,629,782	11,472,482
Interest Expense	8,079,804	6,395,777	1,056,763	809,440	-	-	(2,026)	(25,090)	9,134,541	7,180,127
<b>Net Interest Income</b>	<b>3,120,726</b>	<b>3,111,194</b>	<b>681,682</b>	<b>599,685</b>	<b>8,028</b>	<b>25,860</b>	<b>684,805</b>	<b>555,616</b>	<b>4,495,241</b>	<b>4,292,355</b>
Fee and Commission Income	1,019,750	1,043,619	-	133	-	-	536	(49)	1,020,286	1,043,703
Fee and Commission Expense	49,050	40,514	4,872	7,950	971	1,048	-	-	54,893	49,512
<b>Net Fee And Commission Income</b>	<b>970,700</b>	<b>1,003,105</b>	<b>(4,872)</b>	<b>(7,817)</b>	<b>(971)</b>	<b>(1,048)</b>	<b>536</b>	<b>(49)</b>	<b>965,393</b>	<b>994,191</b>
Net Gains/(Losses) from Trading/Net Fair Value Gains/(Losses)	-	-	(621,742)	105,130	(586)	(76)	-	-	(622,328)	105,054
Net Gains/(Losses) from Derecognition of Financial Assets at Fair Value through Other Comprehensive Income	-	-	56,049	33,368	-	-	-	-	56,049	33,368
Net Other Operating Income	46,924	(108,237)	907,512	143,105	73,767	61,992	(167,229)	62,528	860,974	159,388
Inter Segment Revenue	(38,697)	(58,848)	18,814	41,690	-	-	19,883	17,158	-	-
<b>Total Operating Income</b>	<b>4,099,563</b>	<b>3,947,214</b>	<b>1,037,443</b>	<b>915,161</b>	<b>80,238</b>	<b>86,728</b>	<b>537,995</b>	<b>635,253</b>	<b>5,755,329</b>	<b>5,584,356</b>
Depreciation and Amortisation Charge	119,964	107,546	963	509	226	221	97,607	88,025	218,760	196,301
Impairment Charge for the Period	582,017	982,226	7,219	-	(16)	-	-	-	589,220	982,226
Operating Expenses, VAT, NBT & DRL	2,784,153	1,977,242	236,372	404,438	20,806	17,833	646,005	832,253	3,687,136	3,231,766
<b>Reportable Segment Profit before Income Tax</b>	<b>613,519</b>	<b>880,200</b>	<b>792,889</b>	<b>510,214</b>	<b>59,422</b>	<b>68,674</b>	<b>(205,617)</b>	<b>(285,025)</b>	<b>434,728</b>	<b>411,514</b>
Income Tax Expense	-	-	-	-	-	-	-	-	825,485	762,549
<b>Profit for the Period</b>									<b>817,449</b>	<b>755,922</b>
Equity Holders of the Bank									8,036	6,627
Non-Controlling Interests									825,485	762,549
<b>Profit for the Period</b>									<b>825,485</b>	<b>762,549</b>
<b>Other Comprehensive Income, Net of Income Tax</b>									<b>695,154</b>	<b>(33,764)</b>
<b>Other Information</b>										
Total Assets	330,545,204	335,658,561	119,668,960	104,706,373	5,700,045	5,533,476	22,394,194	(30,745,537)	478,308,403	415,152,873
Total Liabilities & Equity	378,583,099	327,537,661	64,683,316	52,696,089	5,700,045	5,533,476	29,341,943	29,385,647	478,308,403	415,152,873
Cash Flows From Operating Activities	3,096,628	(7,097,573)	793,852	510,723	43,074	58,939	(4,449)	942,773	3,929,305	(5,585,138)
Cash Flows From Investing Activities	(62,041)	3,613	(1,322,649)	5,461,666	(14,215)	(959,828)	100,736	963,697	(1,298,169)	5,469,148
Cash Flows From Financing Activities	-	-	(743,482)	3,912,296	-	(113,168)	(14,047)	(86,317)	(757,529)	3,712,811
Capital Expenditure	(65,057)	(85,288)	(4,303)	(1,089)	-	(6,726)	(32,487)	(8,586)	(101,847)	(101,689)

#### STATEMENT OF CHANGES IN EQUITY - BANK

(Amount in Rupees Thousands)

For the Three Months ended 31st March	Stated Capital		Statutory Reserve Fund *	Retained Earnings	Other Reserves			Total
	Ordinary Shares	Ordinary Shares -Voting			Revaluation Reserve	FVOCI Reserve	Other Reserves	
<b>1 Balance as at 01st January 2018</b>	<b>7,319,076</b>	<b>3,909,193</b>	<b>1,609,484</b>	<b>17,178,024</b>	<b>1,242,493</b>	<b>945,408</b>	<b>2,002,245</b>	<b>34,205,923</b>
Adjustment on Initial Application of SLFRS 9, net of tax	-	-	-	(155,362)	-	(1,570,187)	-	(1,725,549)
<b>2 Restated Balance as at 01st January 2018</b>	<b>7,319,076</b>	<b>3,909,193</b>	<b>1,609,484</b>	<b>17,022,662</b>	<b>1,242,493</b>	<b>(624,779)</b>	<b>2,002,245</b>	<b>32,480,374</b>
<b>Total Comprehensive Income for the Period</b>								
Profit for the Period	-	-	-	812,310	-	-	-	812,310
Other Comprehensive Income (net of tax)	-	-	-	-	-	(101,519)	-	(101,519)
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(101,519)	-	(101,519)
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	75,502	-	75,502
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	(7,747)	-	(7,747)
<b>3 Total Comprehensive Income for the Period</b>				<b>812,310</b>		<b>(26,017)</b>		<b>778,546</b>
Transactions with Equity Holders, Recognized Directly In Equity								
Cash/Script Dividends to Equity Holders	404,131	393,395	-	(1,240,596)	-	-	-	(443,070)
Reversal of Revaluation Reserve on Disposed Property, Plant and Equipment	-	-	-	376,202	(376,202)	-	-	-
Transferred from Investment Fund Reserve	-	-	-	2,182	-	-	(2,182)	-
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	238,585	-	(238,585)	-	-
<b>4 Total Transactions with Equity Holders</b>	<b>404,131</b>	<b>393,395</b>		<b>(623,627)</b>	<b>(376,202)</b>		<b>(2,182)</b>	<b>(443,070)</b>
<b>Balance as at 31st March 2018 (2 + 3 + 4)</b>	<b>7,723,207</b>	<b>4,302,588</b>	<b>1,609,484</b>	<b>17,211,345</b>	<b>866,291</b>	<b>(889,381)</b>	<b>1,992,316</b>	<b>32,815,850</b>
<b>1 Balance as at 01st January 2019</b>	<b>7,723,207</b>	<b>4,302,588</b>	<b>1,768,944</b>	<b>19,798,647</b>	<b>866,290</b>	<b>(1,879,301)</b>	<b>2,029,424</b>	<b>34,609,799</b>
<b>Total Comprehensive Income for the Period</b>								
Profit for the Period	-	-	-	902,567	-	-	-	902,567
Other Comprehensive Income (net of tax)	-	-	-	-	-	651,418	-	651,418
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	651,418	-	651,418
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	72,393	-	72,393
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	(29,958)	-	(29,958)
<b>2 Total Comprehensive Income for the Period</b>				<b>902,567</b>		<b>723,811</b>		<b>1,596,420</b>
Transactions with Equity Holders, Recognized Directly In Equity								
Cash/Script Dividends to Equity Holders	316,659	313,031	-	(915,248)	-	-	-	(285,558)
Transferred from Investment Fund Reserve	-	-	-	2,182	-	-	(2,182)	-
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	253,062	-	(253,062)	-	-
<b>3 Total Transactions with Equity Holders</b>	<b>316,659</b>	<b>313,031</b>		<b>(660,004)</b>		<b>(253,062)</b>		<b>(285,558)</b>
<b>Balance as at 31st March 2019 (1 + 2 + 3)</b>	<b>8,039,866</b>	<b>4,615,619</b>	<b>1,768,944</b>	<b>20,041,210</b>	<b>866,290</b>	<b>(1,408,552)</b>	<b>1,997,284</b>	<b>35,920,661</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

#### STATEMENT OF CHANGES IN EQUITY - GROUP

(Amount in Rupees Thousands)

For the Three Months ended 31st March	Stated Capital		Statutory Reserve Fund *	Retained Earnings	Other Reserves			Total	Non-Controlling Interests	Total
	Ordinary Shares	Ordinary Shares -Voting			Revaluation Reserve	FVOCI Reserve	Other Reserves			
<b>1 Balance as at 01st January 2018</b>	<b>7,319,076</b>	<b>3,909,193</b>	<b>1,609,484</b>	<b>17,818,539</b>	<b>1,967,727</b>	<b>945,496</b>	<b>2,257,458</b>	<b>35,826,973</b>	<b>1,213,666</b>	<b>37,040,639</b>
Adjustment on Initial Application of SLFRS 9, net of tax	-	-	-	(121,806)	-	(1,603,743)	-	(1,725,549)	-	(1,725,549)
<b>2 Restated Balance as at 01st January 2018</b>	<b>7,319,076</b>	<b>3,909,193</b>	<b>1,609,484</b>	<b>17,696,733</b>	<b>1,967,727</b>	<b>(658,247)</b>	<b>2,257,458</b>	<b>34,101,424</b>	<b>1,213,666</b>	<b>35,315,090</b>
<b>Total Comprehensive Income for the Period</b>										
Profit for the Period	-	-	-	755,922	-	-	-	755,922	6,627	762,549
Other Comprehensive Income (net of tax)	-	-	-	-	-	(101,519)	-	(101,519)	-	(101,519)
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(101,519)	-	(101,519)	-	(101,519)
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	75,502	-	75,502	-	75,502
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	(7,747)	-	(7,747)	-	(7,747)
<b>3 Total Comprehensive Income for the Period</b>				<b>755,922</b>		<b>(26,017)</b>		<b>722,158</b>	<b>6,627</b>	<b>728,785</b>
Transactions with Equity Holders, Recognized Directly In Equity										
Cash/Script Dividends to Equity Holders	404,131	393,395	-	(1,240,596)	-	-	-	(443,070)	(39,271)	(482,341)
Reversal of Revaluation Reserve on Disposed Property, Plant and Equipment	-	-	-	376,202	(376,202)	-	-	-	-	-
Transferred from Investment Fund Reserve	-	-	-	2,182	-	-	(2,182)	-	-	-
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	238,585	-	(238,585)	-	-	-	-
<b>4 Total Transactions with Equity Holders</b>	<b>404,131</b>	<b>393,395</b>		<b>(623,627)</b>	<b>(376,202)</b>		<b>(238,585)</b>	<b>(443,070)</b>	<b>(39,271)</b>	<b>(482,341)</b>
<b>Balance as at 31st March 2018 (2 + 3 + 4)</b>	<b>7,723,207</b>	<b>4,302,588</b>	<b>1,609,484</b>	<b>17,829,028</b>	<b>1,591,525</b>	<b>(922,849)</b>	<b>2,247,529</b>	<b>34,380,512</b>	<b>1,181,022</b>	<b>35,561,534</b>
<b>1 Balance as at 01st January 2019</b>	<b>7,723,207</b>	<b>4,302,588</b>	<b>1,768,944</b>	<b>20,419,229</b>	<b>1,662,627</b>	<b>(1,914,326)</b>	<b>2,284,637</b>	<b>36,246,906</b>	<b>1,216,457</b>	<b>37,463,363</b>
<b>Total Comprehensive Income for the Period</b>										
Profit for the Period	-	-	-	817,449	-	-	-	817,449	8,036	825,485
Other Comprehensive Income (net of tax)	-	-	-	-	-	652,335	-	652,335	384	652,719
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	652,335	-	652,335	384	652,719
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	72,393	-	72,393	-	72,393
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	(29,958)	-	(29,958)	-	(29,958)
<b>2 Total Comprehensive Income for the Period</b>				<b>817,449</b>		<b>724,728</b>		<b>1,512,219</b>	<b>8,420</b>	<b>1,520,639</b>
Transactions with Equity Holders, Recognized Directly In Equity										
Cash/Script Dividends to Equity Holders	316,659	313,031	-	(915,248)	-	-	-	(285,558)	(43,635)	(329,193)
Transferred from Investment Fund Reserve	-	-	-	2,182	-	-	(2,182)	-	-	-
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	253,062	-	(253,062)	-	-	-	-
<b>3 Total Transactions with Equity Holders</b>	<b>316,659</b>	<b>313,031</b>		<b>(660,004)</b>		<b>(253,062)</b>		<b>(285,558)</b>	<b>(43,635)</b>	<b>(329,193)</b>
<b>Balance as at 31st March 2019 (1 + 2 + 3)</b>	<b>8,039,866</b>	<b>4,615,619</b>	<b>1,768,944</b>	<b>20,576,674</b>	<b>1,662,627</b>	<b>(1,442,660)</b>	<b>2,252,497</b>	<b>37,473,567</b>	<b>1,181,242</b>	<b>38,654,809</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

#### EXPLANATORY NOTES

- General**

The Financial Statements of the Bank and Group have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRS/LKASs) issued by The Institute of Char