

FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2018

AAA/STABLE/P1
RAM Ratings

STATEMENT OF FINANCIAL POSITION

As at

	BANK (Rs.'000)		GROUP (RM.'000)	
	30-September-2018	31-December-2017 (Audited)	30-September-2018	31-December-2017 (Audited)
ASSETS				
Cash and cash equivalents	916,639	824,354	12,380,531	14,006,541
Statutory Deposit with Central Bank of Sri Lanka / Other Central Banks	107,458	106,816	10,598,724	9,525,927
Reverse Repurchase Agreements	-	-	700,414	651,065
Derivative Financial Instruments	-	-	365,560	226,319
Financial assets at fair value through profit or loss	-	-	2,454,979	-
Government Securities - Held-for-trading	-	-	-	699,796
Other Financial Assets Held-for-trading	-	-	-	676,745
Loans and Receivables	6,865,926	6,495,382	312,686,802	303,044,127
Financial investments at fair value through other comprehensive income	-	-	41,728,222	-
Financial Investments Available-for-Sale	-	-	-	30,325,057
Financial investments at amortised cost	-	-	26,498,019	-
Government Securities - Held-to-maturity	858,232	551,506	-	14,695,148
Financial Investments - Held-to-maturity	-	-	-	13,883,188
Investments in associated companies	-	-	37,970	35,068
Property, Plant & Equipment	82,497	47,315	1,552,747	1,564,427
Investment properties	-	-	709,105	688,052
Intangible assets	63,241	7,061	2,458,273	2,432,058
Deferred Tax Assets	1,266	79	79,192	70,984
Other Assets	124,304	60,080	2,466,956	2,751,745
TOTAL ASSETS	9,019,563	8,093,780	414,717,494	395,276,247
LIABILITIES				
Deposits from banks	342,812	27,297	13,110,848	11,446,057
Deposits from Customers	2,402,121	2,105,907	334,935,435	319,259,426
Obligations on securities sold under repurchase agreements	-	-	188,471	1,237,528
Derivative Financial Instruments	-	-	351,927	568,129
Other Borrowings	-	-	5,755,491	6,208,955
Debt securities issued and other borrowed funds	-	-	13,391,183	12,328,073
Current Tax Liabilities	71,891	80,841	443,617	702,063
Retirement Benefit Obligation	34,069	29,632	-	-
Deferred Tax Liabilities	-	-	135,533	164,655
Other Liabilities	216,170	137,778	5,473,353	4,915,701
TOTAL LIABILITIES	3,067,063	2,381,455	373,785,858	356,830,587
Equity				
Share Capital/Assigned Capital	3,792,318	3,792,318	9,417,653	9,417,653
Statutory Reserve Fund	87,586	87,586	30,718	30,718
Retained Earnings	1,872,055	1,673,601	26,913,980	24,723,059
Total Other Reserves	200,541	158,820	3,437,567	3,193,276
Total Shareholders' equity	5,952,500	5,712,325	39,799,918	37,364,706
Non-controlling interests	-	-	1,134,718	1,080,954
Total Equity	5,952,500	5,712,325	40,934,636	38,445,660
TOTAL LIABILITIES AND EQUITY	9,019,563	8,093,780	414,717,494	395,276,247
Contingent liabilities and commitments				
Contingencies	2,692,647	1,742,625	98,318,046	95,442,831
Commitments	2,174,372	1,241,384	3,225,521	3,268,176
	518,275	501,241	95,092,525	92,174,655
Memorandum Information				
Number of Employees	62	60	18,605	18,553
Number of Branches	3	3	267	264

STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

	BANK (Rs.'000)		GROUP (RM.'000)	
	For the period ended 30 September 2018	For the period ended 30 September 2017	For the period ended 30 September 2018	For the period ended 30 September 2017
Interest Income	698,156	650,316	12,065,681	11,408,581
Less: Interest Expenses	130,091	103,771	6,411,081	5,879,108
Net Interest Income	568,065	546,545	5,654,600	5,529,473
Net Income From Islamic Banking Business	-	-	793,452	745,851
Net Interest Income and net Income from Islamic Banking Business	568,065	546,545	6,448,052	6,275,324
Fee and Commission Income	19,650	19,144	1,983,994	1,891,020
Less : Fee and Commission Expenses	5,248	4,914	636,764	600,227
Net Fee and Commission Income	14,402	14,230	1,347,230	1,290,793
Net Trading Income	19,161	202	205,977	242,112
Other Operating Income	7,396	4,716	131,537	151,987
Total Operating Income	609,024	565,693	8,132,796	7,960,216
Allowance/ (Writeback) of allowance for impairment on loans, advances and financing				
Allowance for impairment on loans & Financing - Expected Credit losses	-	-	325,072	-
Individual assessment allowance	1,277	2,952	-	151,678
Collective assessment allowance	1,646	935	-	192,728
Impaired loans and financing recovered (-)	-	-	190,321	165,018
Others - net	-	-	2,001	2,484
Net Operating Income	606,101	561,806	7,996,044	7,778,344
Personnel Expenses	111,951	103,085	1,896,088	1,818,599
Depreciation and amortization	21,243	21,849	167,782	159,907
Premises, Equipment and establishment Expenses	68,397	65,533	316,108	319,303
Other Operating Expenses	39,467	38,486	307,346	316,686
Operating Profit before Value Added Tax (VAT)	365,043	332,853	5,308,720	5,163,849
Value Added Tax (VAT) on Financial Services	59,390	55,740	-	-
Operating Profit after Value Added Tax (VAT)	305,653	277,113	5,308,720	5,163,849
Shares of (loss)/ profit after tax of equity accounted associated companies	-	-	2,726	(3,414)
Profit before Tax	305,653	277,113	5,311,446	5,160,435
Income Tax expenses	107,199	86,922	1,071,575	1,118,821
Profit for the period	198,454	190,191	4,239,871	4,041,614
Attributable to:				
Equity Holders of the Parent	198,454	190,191	4,185,255	3,984,567
Non-Controlling Interest	-	-	54,616	57,047
	198,454	190,191	4,239,871	4,041,614
Earnings per RM 1.00 share:				
- basic / diluted (sen)	-	-	108.2	103.2

LOANS AND RECEIVABLES	Bank (Rs.'000)		Group (RM.'000)	
	30-September-2018	31-December-2017	30-September-2018	31-December-2017
As at				
Gross loans and receivables	6,919,683	6,546,051	314,473,956	304,453,277
Less				
Individual Assessment Allowance	(21,285)	(20,008)	(124,892)	(91,190)
Collective Assessment Allowance	(32,472)	(30,661)	(1,662,262)	(1,317,960)
Net loans and receivables	6,865,926	6,495,382	312,686,802	303,044,127
Less				
Loans and receivables designated at fair value through profit or loss	-	-	-	-
Net loans and receivables	6,865,926	6,495,382	312,686,802	303,044,127

LOANS AND RECEIVABLES - BY PRODUCT	Bank (Rs.'000)		Group (RM.'000)	
	30-September-2018	31-December-2017	30-September-2018	31-December-2017
As at				
By product - Domestic Currency				
Overdrafts	887,596	851,631	22,550	22,993
Housing loans/financing	876,941	961,415	27,665	32,149
Vehicle loans	528,844	619,315	-	-
Hire purchase receivables	-	-	12,990	16,451
Other term loans / financing	3,530,873	3,320,230	88,004	88,857
Bills receivables	364,473	281,959	9,647	8,237
Staff loans	50,602	37,815	-	-
Sub total	6,239,329	6,072,369	160,796	168,687
By product - Foreign Currency				
Sri Lanka Development Bonds	342,744	155,942	11,489,015	11,312,814
Overdrafts	34,896	29,627	109,845,624	103,624,781
Housing loans/financing	254,560	251,575	50,936,874	50,407,916
Hire purchase receivables	-	-	1,957,627	1,965,180
Other term loans / financing	5,474	6,488	123,570,985	121,675,266
Credit card receivables	-	-	1,961,597	1,899,165
Bills receivables	42,880	30,050	149,314	138,455
Trust receipts	-	-	269,575	254,011
Staff loans	-	-	1,361,597	1,899,165
Other loans	-	-	14,132,549	13,007,002
Sub total	680,354	473,682	314,313,160	304,284,590
Total	6,919,683	6,546,051	314,473,956	304,453,277

MOVEMENT IN INDIVIDUAL AND COLLECTIVE ALLOWANCE FOR LOANS AND RECEIVABLES OTHER CUSTOMER	Bank (Rs.'000)		Group (RM.'000)	
	30-September-2018	31-December-2017	30-September-2018	31-December-2017
As at				
Individual Assessment Allowance				
Opening balance at 01 January (as previously stated)	20,008	15,408	121,894	107,605
Allowances made during the period / year	1,277	4,600	22,342	34,142
Amounts written back in respect of recoveries	-	-	(34,142)	(197,591)
Amounts written off	-	-	(197,591)	-
Amounts transferred to allowances for impairment loss on foreclosed properties	-	-	(376)	-
Exchange difference	-	-	(70,837)	-
Closing balance	21,285	20,008	91,190	107,605
Collective Assessment Allowance				
Opening balance at 01 January	30,661	28,546	1,408,104	1,408,104
Net amounts transferred to individual assessment allowance	-	-	-	-
Allowances made during the period / year	1,646	2,080	230,844	(312,992)
Amounts written off	-	-	(7,996)	-
Exchange difference	165	35	(1,317,960)	-
Closing balance	32,472	30,661	1,317,960	1,408,104
Total impairment	53,757	50,669	1,409,150	1,408,104

DEPOSITS FROM CUSTOMERS - BY PRODUCTS	Bank (Rs.'000)		Group (RM.'000)	
	30-September-2018	31-December-2017	30-September-2018	31-December-2017
As at				
By product - Domestic Currency				
Demand deposits	340,777	170,555	8,939	5,328
Savings deposits	94,531	107,605	5,265	8,310
Fixed deposits	1,513,810	1,270,096	43,173	40,847
Other deposits	4,507	10,680	133	333
Sub total	1,953,625	1,558,936	57,510	54,818
By product - Foreign Currency				
Demand deposits	24,821	31,247	48,960,013	47,606,416
Savings deposits	120,831	207,275	36,472,767	35,499,229
Fixed deposits	301,874	305,991	194,354,254	186,562,422
Negotiable instruments of deposit	-	-	110,528	36,439
Money market deposits	-	-	54,944,020	49,452,587
Other deposits	970	2,458	36,343	47,515
Sub total	448,496	546,971	334,877,925	319,204,608
Total	2,402,121	2,105,907	334,935,435	319,259,426

STATEMENT OF CHANGES IN EQUITY AND RESERVES (BANK) (Rs. '000)

For the period ended 30 September 2018

	Stated Capital / Assigned capital			Reserves			
	Ordinary Voting Shares	Ordinary Non-Voting Shares	Assigned Capital	Statutory Reserve Fund	FCBU Revaluation reserves	Retained earnings	Total Equity
Balance as at 01 January 2018 (opening balance)	-	-	3,792,318	87,586	158,820	1,673,601	5,712,325
Profit for the period	-	-	-	-	-	198,454	198,454
Gain / (loss) on translation of FCBU	-	-	-	-	41,721	-	41,721
Total comprehensive income for the period	-	-	-	-	41,721	198,454	240,175
Transactions with equity holders / other equity movements:							
Transfers	-	-	-	-	-	-	-
Total transactions recorded directly in equity	-	-	-	-	-	-	-
Balance as at 30 September 2018 (Closing Balance)	-	-	3,792,318	87,586	200,541	1,872,055	5,952,500

STATEMENT OF CHANGES IN EQUITY AND RESERVES (GROUP) (RM. '000)

For the period ended 30 September 2018

	Stated Capital / Assigned capital			Reserves		
	Share Capital	Statutory Reserve Fund	Other Reserves	Retained Profits	Treasury Shares	Total Shareholders' Equity