



Seylan Bank PLC

Interim Financial Statements

For the 03 Months Ended 31st March 2024

Seylan Bank records an impressive Profit after Tax (PAT) of LKR 2.29 Bn - Q1 2024

- Profit before Tax - LKR 3,704 Mn up by 115.30%
- Profit after Tax – LKR 2,295 Mn up by 102.21%
- Overall Statutory Liquid Assets Ratio (SLAR) of 39.42%
- Total Capital Adequacy Ratio of 15.84%

Seylan Bank recorded a Profit before Tax (PBT) of LKR 3,704 Mn in Q1 2024, against LKR 1,721 Mn in Q1 2023 demonstrating a significant growth of 115%.

For the 3 months ended 31st March 2024, Seylan Bank recorded a Profit after Tax of LKR 2,295 Mn, a remarkable growth of 102% against LKR 1,135 Mn recorded in the corresponding period of 2023, despite a challenging environment.

Statement of Financial Performance

Net interest income decreased from LKR 11,388 Mn to LKR 9,371 Mn, a decrease of 17.71% over the previous year for the 3 months ended 31st March. Net Interest Margin also recorded a reduction from 5.76% in 2023 to 5.24% in Q1 2024. The Bank's net fee based income recorded a growth of 3.62% from LKR 1,773 Mn to LKR 1,837 Mn during Q1 2024, mainly due to increase in Card Related Income, Commission on Guarantees and income from Trade.

The Bank's total operating income was at LKR 11,707 Mn, a decrease of 12.51% compared to LKR 13,380 Mn recorded in the corresponding period of 2023, driven mainly by reduction in Net Interest Income.

Other income captions comprising of net gains from trading activities, net gains from de-recognition of financial Assets, and net other operating income, reflected an overall increase of 127.22% compared to the corresponding period of 2023.

Total Operating Expenses recorded an increase of 15.42% from LKR 4,441 Mn to LKR 5,126 Mn for the 3 months ended 31st March 2024. Personnel expenses increased by 21.49% from LKR 2,237 Mn to LKR 2,718 Mn mainly due to increase in the staff benefits based on the recently concluded collective agreement. Other Operating expenses and depreciation and amortization expenses too increased by 9.25% due to increase in prices of consumables and services over the period. The Bank will continue to take relevant measures to curtail costs through various cost reduction initiatives.

The Bank recorded an impairment charge of LKR 1,555 Mn in Q1 2024 against LKR 6,366 Mn reported in Q1 2023 with a reduction of 75.57%, mainly due to enhanced credit quality and strengthening of recovery initiatives. The impairment charge on Loans and Advances amounts to LKR 1,628 Mn (2023 - LKR 5,287 Mn) and impairment charge on Foreign Currency Denominated Bonds LKR 45 Mn (2023 - 1,294 Mn) for the 3-month period ended 31st March. The Bank has ensured the impairment provision is made to capture the changes in the global & local economy, credit risk profile of customers and the credit quality of the Bank's loan portfolio in order to ensure adequacy of provisions recognized in the financial statements.

Income tax expenses stood at LKR 1,409 Mn which is a 140.67% increase over the comparative period, which stood at LKR 585 Mn, mainly due to increase in profits. Value Added Tax on Financial Services increased for the first three months from LKR 735 Mn to LKR 1,160 Mn in 2024 which is a 57.77% over the corresponding period. Social Security Contribution Levy increased for the first three months from LKR 117 Mn to LKR 161 Mn in 2024 which is a 37.35% over the corresponding period.

Overall, the Bank recorded a Profit before Tax (PBT) of LKR 3,704 Mn in Q1 2024, against LKR 1,721 Mn in Q1 2023 demonstrating a growth of 115.30%. Similarly, Profit after Tax (PAT) was recorded as LKR 2,295 Mn in Q1 2024 with a growth of 102.21% over the corresponding period in 2023.

Additionally the Bank opened 06 “Seylan Pahasara Libraries” during the quarter and the total number has now reached 231 as of 31.03.2024.

Statement of Financial Position

The Bank’s total assets were recorded at LKR 712 Bn as of 31st March 2024. Loans and Advances net of Impairment were recorded at LKR 427 Bn and the contraction was partly due to the impact from local currency appreciation. Deposits reflected a marginal reduction to LKR 590 Bn. Local currency deposits increased by LKR 15.46 Bn, while foreign currency deposits contracted by LKR 16.61 Bn mainly again due to local currency appreciation.

Key financial ratios and indicators

Key financial ratios and indicators of Seylan Bank PLC remained sound as of 31st March 2024. The capital adequacy ratios were well above the regulatory minimum requirements and recorded 12.69% as Common Equity Tier 1 Capital Ratio & Total Tier 1 Capital Ratio and 15.84% as the Total Capital Ratio.

The Statutory Liquid Asset Ratio (SLAR) for the Overall Bank, Bank’s Domestic Banking Unit and the Bank’s Foreign Currency Banking Unit were recorded as at 39.42%, 39.54% and 24.76% respectively as at 31st March 2024. The Bank also maintained the LCR well above the statutory requirement. All Currency LCR Ratio and the Rupee LCR Ratio were maintained at 374.42% and 416.60% respectively.

The Banks’s Asset Quality Ratios of Impaired Loan (Stage 3) Ratio and the Impairment (Stage 3) to Stage 3 Loans Ratio, which is considered as the Stage 3 provision cover ratio stood at 3.89% and 66.75% respectively.

The Return on Equity (ROE) stood at 14.94% (2023 – 10.88%) and Return on Average Assets (profit before tax) stood at 2.07% (2023 – 1.45%) for the period under review, recording an improvement. The Net Interest Margin (NIM) stood at 5.24% (2023 – 5.76%).

The Bank’s Earnings per Share stood at LKR 3.61 in Q1 2024 compared to LKR 1.79 reported in Q1 of the previous year. The Bank’s Net Assets Value per Share stood at LKR 98.11 as at 31st March 2024 (Group LKR 101.21).

Seylan Bank PLC
Income Statement

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

(Amounts in Rupees Thousands)

	Bank			Group		
	For the Three Months Ended 31st March			For the Three Months Ended 31st March		
	2024	2023	Growth %	2024	2023	Growth %
Interest Income	22,697,497	28,865,880	(21.37)	22,715,728	28,887,301	(21.36)
Less : Interest Expenses	13,326,297	17,477,848	(23.75)	13,244,230	17,400,146	(23.88)
Net Interest Income	9,371,200	11,388,032	(17.71)	9,471,498	11,487,155	(17.55)
Fee and Commission Income	1,913,954	1,841,016	3.96	1,913,881	1,841,002	3.96
Less : Fee and Commission Expenses	76,789	68,073	12.80	76,789	68,073	12.80
Net Fee and Commission Income	1,837,165	1,772,943	3.62	1,837,092	1,772,929	3.62
Net Gains/(Losses) from Trading	103,632	(40,988)	352.83	103,632	(40,988)	352.83
Net Gains from Derecognition of Financial Assets	170,417	15,214	1,020.13	170,417	15,214	1,020.13
Net Other Operating Income	224,462	245,168	(8.45)	245,646	143,823	70.80
Total Operating Income	11,706,876	13,380,369	(12.51)	11,828,285	13,378,133	(11.58)
Less : Impairment Charges	1,555,469	6,365,970	(75.57)	1,555,469	6,365,970	(75.57)
Net Operating Income	10,151,407	7,014,399	44.72	10,272,816	7,012,163	46.50
Less : Operating Expenses						
Personnel Expenses	2,718,137	2,237,315	21.49	2,732,932	2,249,576	21.49
Depreciation and Amortisation Expenses	322,579	327,564	(1.52)	338,319	343,595	(1.54)
Other Expenses	2,085,166	1,876,301	11.13	2,107,736	1,891,709	11.42
Total Operating Expenses	5,125,882	4,441,180	15.42	5,178,987	4,484,880	15.48
Operating Profit before Taxes	5,025,525	2,573,219	95.30	5,093,829	2,527,283	101.55
Less : Value Added Tax on Financial Services	1,160,201	735,387	57.77	1,160,201	735,387	57.77
Less : Social Security Contribution Levy	161,152	117,329	37.35	161,152	117,329	37.35
Profit before Income Tax	3,704,172	1,720,503	115.30	3,772,476	1,674,567	125.28
Less : Income Tax Expense	1,409,146	585,505	140.67	1,431,246	646,878	121.25
Profit for the Period	2,295,026	1,134,998	102.21	2,341,230	1,027,689	127.82
Profit Attributable to :						
Equity Holders of the Bank	2,295,026	1,134,998	102.21	2,327,605	1,022,413	127.66
Non-Controlling Interest	-	-	-	13,625	5,276	158.24
Profit for the Period	2,295,026	1,134,998	102.21	2,341,230	1,027,689	127.82
Basic/Diluted Earnings per Ordinary Share (Rs.)	3.61	1.79	101.68	3.66	1.61	127.33

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			Group		
	For the Three Months Ended 31st March			For the Three Months Ended 31st March		
	2024	2023	Growth %	2024	2023	Growth %
Profit for the Period	2,295,026	1,134,998	102.21	2,341,230	1,027,689	127.82
Other Comprehensive Income/ (Loss), Net of Tax						
Items that are or may be Reclassified to Income Statement in Subsequent Periods						
Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	241,981	191,608	26.29	258,765	193,604	33.66
Deferred Tax effect relating to items that are or may be Reclassified to Income Statement	(72,594)	(57,483)	(26.29)	(77,629)	(58,082)	(33.65)
Items that will never be Reclassified to Income Statement in Subsequent Periods						
Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	145,320	226,041	(35.71)	145,320	226,041	(35.71)
Deferred Tax effect relating to items that will never be Reclassified to Income Statement	-	-	-	-	-	-
Other Comprehensive Income/ (Loss) for the Period, Net of Taxes	314,707	360,166	(12.62)	326,456	361,563	(9.71)
Total Comprehensive Income for the Period	2,609,733	1,495,164	74.54	2,667,686	1,389,252	92.02
Attributable to :						
Equity Holders of the Bank	2,609,733	1,495,164	74.54	2,650,596	1,383,564	91.58
Non-controlling interest	-	-	-	17,090	5,688	200.46
Total Comprehensive Income for the Period	2,609,733	1,495,164	74.54	2,667,686	1,389,252	92.02

Seylan Bank PLC

Statement of Financial Position

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

	Bank			(Amounts in Rupees Thousands) Group		
	As at	As at	Growth	As at	As at	Growth
	31.03.2024	31.12.2023 (Audited)	%	31.03.2024	31.12.2023 (Audited)	%
Assets						
Cash and Cash Equivalents	27,333,584	48,851,143	(44.05)	27,333,624	48,851,183	(44.05)
Balances with Central Bank of Sri Lanka	3,275,464	7,028,281	(53.40)	3,275,464	7,028,281	(53.40)
Placements with Banks and Finance Companies	43,034,913	22,064,672	95.04	43,034,913	22,064,672	95.04
Derivative Financial Instruments	88,227	88,022	0.23	88,227	88,022	0.23
Financial Assets recognised through Profit or Loss						
- Measured at Fair Value	12,884,798	27,753,867	(53.57)	12,884,798	27,753,867	(53.57)
- Designated at Fair Value	-	-	-	-	-	-
Financial Assets at Amortised Cost						
- Loans and Advances	427,344,702	437,532,470	(2.33)	427,344,702	437,532,470	(2.33)
- Debt and Other Instruments	124,791,052	104,354,510	19.58	124,864,865	104,625,662	19.34
Financial Assets measured at Fair Value through Other Comprehensive Income	46,288,469	40,048,711	15.58	46,629,549	40,286,865	15.74
Investment in Subsidiary	1,153,602	1,153,602	-	-	-	-
Group Balances Receivable	40,500	40,500	-	-	-	-
Property, Plant & Equipment	3,776,331	3,874,650	(2.54)	6,513,347	6,627,167	(1.72)
Right-of-use Assets	5,055,661	5,114,518	(1.15)	2,686,514	2,735,963	(1.81)
Investment Properties	-	-	-	875,100	884,219	(1.03)
Intangible Assets	493,938	536,989	(8.02)	493,938	536,989	(8.02)
Deferred Tax Assets	3,099,215	3,171,806	(2.29)	2,487,996	2,571,168	(3.23)
Other Assets	13,565,869	16,371,694	(17.14)	13,608,269	16,406,762	(17.06)
Total Assets	712,226,325	717,985,435	(0.80)	712,121,306	717,993,290	(0.82)
Liabilities						
Due to Banks	11,390,496	12,096,756	(5.84)	11,390,496	12,096,756	(5.84)
Derivative Financial Instruments	99,868	32,269	209.49	99,868	32,269	209.49
Financial Liabilities at Amortised Cost						
- Due to Depositors	589,551,523	590,698,330	(0.19)	589,551,523	590,698,330	(0.19)
- Due to Debt Securities Holders	1,668,514	6,862,998	(75.69)	1,668,514	6,862,998	(75.69)
- Due to Other Borrowers	18,535	16,151	14.76	18,535	16,151	14.76
Group Balances Payable	122,347	115,823	5.63	-	-	-
Debt Securities Issued	20,627,814	19,967,701	3.31	20,627,814	19,967,701	3.31
Current Tax Liabilities	3,018,234	2,688,253	12.27	3,041,386	2,719,843	11.82
Lease Liabilities	5,385,475	5,409,418	(0.44)	2,217,097	2,245,420	(1.26)
Other Liabilities	17,981,131	19,591,155	(8.22)	18,073,568	19,655,972	(8.05)
Total Liabilities	649,863,937	657,478,854	(1.16)	646,688,801	654,295,440	(1.16)
Equity						
Stated Capital	21,693,370	20,908,673	3.75	21,693,370	20,908,673	3.75
Statutory Reserve Fund	2,880,973	2,880,973	-	2,880,973	2,880,973	-
Fair Value through Other Comprehensive Income Reserve	110,708	(203,999)	154.27	88,146	(233,618)	137.73
Retained Earnings	35,602,543	34,846,140	2.17	36,406,704	35,540,973	2.44
Other Reserves	2,074,794	2,074,794	-	3,306,910	3,284,805	0.67
Total Shareholders' Equity	62,362,388	60,506,581	3.07	64,376,103	62,381,806	3.20
Non-controlling Interest	-	-	-	1,056,402	1,316,044	(19.73)
Total Equity	62,362,388	60,506,581	3.07	65,432,505	63,697,850	2.72
Total Equity & Liabilities	712,226,325	717,985,435	(0.80)	712,121,306	717,993,290	(0.82)
Contingent Liabilities and Commitments	168,714,435	165,840,804	1.73	168,732,071	165,859,420	1.73
Memorandum Information						
Number of Employees	3,105	3,077	0.91	3,122	3,095	0.87
Number of Banking Centres	171	171	-	171	171	-
Net Assets Value per Ordinary Share (Rs.)	98.11	98.31	(0.20)	101.28	101.36	(0.08)

Certification;

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

(Sgd.)

Champika Dodanwela (Ms.)

Chief Financial Officer

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

- a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka; and
b) 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
April 30, 2024
Colombo

(Sgd.)

Ramesh Jayasekara

Director/Chief Executive Officer

Seylan Bank PLC
Statement of Changes in Equity
For the Three Months ended 31st March - 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	
1 Balance as at 01st January 2023	12,314,065	7,612,388	2,568,162	31,063,994	1,374,219	(1,183,105)	700,575	54,450,298
Total Comprehensive Income for the Period								
Profit for the Period	-	-	-	1,134,998	-	-	-	1,134,998
Other Comprehensive Income (net of tax)								
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	134,125	-	134,125
- Net Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	226,041	-	226,041
2 Total Comprehensive Income for the Period	-	-	-	1,134,998	-	360,166	-	1,495,164
Transactions with Equity Holders , Recognised Directly In Equity								
Scrip Dividends to Equity Holders	480,599	501,621	-	(1,155,553)	-	-	-	(173,333)
3 Total Transactions with Equity Holders	480,599	501,621	-	(1,155,553)	-	-	-	(173,333)
Balance as at 31st March 2023 (1+2+3)	12,794,664	8,114,009	2,568,162	31,043,439	1,374,219	(822,939)	700,575	55,772,129
1 Balance as at 01st January 2024	12,794,664	8,114,009	2,880,973	34,846,140	1,374,219	(203,999)	700,575	60,506,581
Total Comprehensive Income for the Period								
Profit for the Period	-	-	-	2,295,026	-	-	-	2,295,026
Other Comprehensive Income (net of tax)								
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	169,387	-	169,387
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	145,320	-	145,320
2 Total Comprehensive Income for the Period	-	-	-	2,295,026	-	314,707	-	2,609,733
Transactions with Equity Holders , Recognised Directly In Equity								
Cash/ Scrip Dividends to Equity Holders	378,313	406,384	-	(1,538,623)	-	-	-	(753,926)
3 Total Transactions with Equity Holders	378,313	406,384	-	(1,538,623)	-	-	-	(753,926)
Balance as at 31st March 2024 (1 + 2 + 3)	13,172,977	8,520,393	2,880,973	35,602,543	1,374,219	110,708	700,575	62,362,388

* 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 Three Months ended 31st March- 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			
1 Balance as at 01st January 2023	12,314,065	7,612,388	2,568,162	31,697,936	2,269,369	(1,215,647)	955,788	56,202,061	1,264,408	57,466,469
Total Comprehensive Income for the Period										
Profit for the Period	-	-	-	1,022,413	-	-	-	1,022,413	5,276	1,027,689
Other Comprehensive Income (net of tax)										
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	135,110	-	135,110	412	135,522
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	226,041	-	226,041	-	226,041
2 Total Comprehensive Income for the Period	-	-	-	1,022,413	-	361,151	-	1,383,564	5,688	1,389,252
Transactions with Equity Holders , Recognised Directly in Equity										
Scrip Dividends to Equity Holders	480,599	501,621	-	(1,155,553)	-	-	-	(173,333)	(52,362)	(225,695)
3 Total Transactions with Equity Holders	480,599	501,621	-	(1,155,553)	-	-	-	(173,333)	(52,362)	(225,695)
Balance as at 31st March 2023 (1+2+3)	12,794,664	8,114,009	2,568,162	31,564,796	2,269,369	(854,496)	955,788	57,412,292	1,217,734	58,630,026
1 Balance as at 01st January 2024	12,794,664	8,114,009	2,880,973	35,540,973	2,329,017	(233,618)	955,788	62,381,806	1,316,044	63,697,850
Total Comprehensive Income for the Period										
Profit for the Period	-	-	-	2,327,605	-	-	-	2,327,605	13,625	2,341,230
Other Comprehensive Income (net of tax)										
- Net Gains / (Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	177,671	-	177,671	3,465	181,136
- Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	145,320	-	145,320	-	145,320
2 Total Comprehensive Income for the Period	-	-	-	2,327,605	-	322,991	-	2,650,596	17,090	2,667,686
Transactions with Equity Holders , Recognised Directly in Equity										
Cash/ Scrip Dividends to Equity Holders	378,313	406,384	-	(1,538,623)	-	-	-	(753,926)	-	(753,926)
Acquisition of Non-Controlling Interest	-	-	-	76,749	151	(1,227)	21,954	97,627	(276,732)	(179,105)
3 Total Transactions with Equity Holders	378,313	406,384	-	(1,461,874)	151	(1,227)	21,954	(656,299)	(276,732)	(933,031)
Balance as at 31st March 2024 (1 + 2 + 3)	13,172,977	8,520,393	2,880,973	36,406,704	2,329,168	88,146	977,742	64,376,103	1,056,402	65,432,505

* 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 Three months ended 31st March

	Bank		Group	
	2024 LKR '000	2023 LKR '000	2024 LKR '000	2023 LKR '000
Cash Flows from Operating Activities				
Interest Receipts	22,997,016	30,453,598	23,015,256	30,475,019
Interest Payments	(11,387,876)	(10,285,437)	(11,384,954)	(10,278,901)
Net Commission Receipts	1,837,165	1,772,943	1,837,092	1,772,929
Trading Income	24,888	33,447	24,888	33,447
Payments to Employees	(2,406,733)	(2,060,610)	(2,417,769)	(2,064,503)
VAT and SSCL on Financial Services Paid	(1,217,765)	(894,513)	(1,217,765)	(894,513)
Receipts from Other Operating Activities	242,715	9,432	263,899	33,286
Payments on Other Operating Activities	(1,639,592)	(1,197,540)	(1,689,228)	(1,229,410)
Operating Profit before Changes in Operating Assets and Liabilities	8,449,818	17,831,320	8,431,419	17,847,354
(Increase)/Decrease in Operating Assets :				
Balances with Central Bank of Sri Lanka	3,752,817	1,480,480	3,752,817	1,480,480
Financial Assets at Amortized cost - Loans and Advances	8,536,480	14,210,653	8,536,480	14,210,653
Other Assets	2,755,291	1,855,777	2,738,551	1,932,815
Increase/(Decrease) in Operating Liabilities :				
Financial Liabilities at Amortized Cost - Due to Depositors	(2,046,887)	(3,961,558)	(2,046,887)	(3,961,558)
Financial Liabilities at Amortized Cost - Due to Debt Securities Holders	(5,191,779)	(1,983,768)	(5,191,779)	(1,983,768)
Financial Liabilities at Amortized cost - Due to Other Borrowers	2,384	610	2,384	610
Other Liabilities	(3,090,087)	350,383	(3,206,622)	127,987
Due to Banks	(706,260)	(255,670)	(706,260)	(255,670)
Cash Generated from Operating Activities before Income Tax	12,461,777	29,528,227	12,310,103	29,398,903
Income Tax Paid	(1,077,468)	(1,176,135)	(1,094,427)	(1,176,135)
Net Cash Generated from Operating Activities	11,384,309	28,352,092	11,215,676	28,222,768
Cash Flows from Investing Activities				
Purchase of Property , Plant & Equipment	(60,978)	(5,981)	(61,508)	(7,450)
Improvements in Investment Properties	-	-	-	(1,621)
Proceeds from Sale of Property , Plant & Equipment	227	-	227	-
Net Proceeds from Sale, Maturity And Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds, Development and International Sovereign Bonds Maturing after Three Months	(25,918,302)	(14,513,950)	(25,918,302)	(14,436,023)
Net Proceeds From Sale, Maturity and Purchase of Financial Investments of Shares and Debentures	(22,643)	-	(22,643)	(2,822)
Reverse Repurchase Agreements maturing after Three Months	-	-	-	-
Net Purchase of Intangible Assets	(5,293)	(22,589)	(5,293)	(22,589)
Net Cash Flow from Acquisition of Investment in Subsidiaries	-	-	-	-
Net Cash Flow from Disposal of Subsidiaries	-	-	-	-
Dividend Received from Investment in Subsidiaries	-	-	-	-
Dividend Received from Other Investments	2,782	264	2,782	264
Net Cash (Used in) Investing Activities	(26,004,207)	(14,542,256)	(26,004,737)	(14,470,241)
Cash Flows from Financing Activities				
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	-	-	-	-
Repayment of Subordinated Debt	-	(3,910,000)	-	(3,810,000)
Interest Paid on Subordinated Debt	(87,257)	(645,596)	(87,257)	(645,596)
Interest Paid on Un-Subordinated Debt	-	-	-	-
Dividend Paid to Non-Controlling Interest	-	-	(6)	(6)
Dividend Paid to Shareholders of the Bank	-	-	-	-
Dividend Paid to Holders of Other Equity Instruments	-	-	-	-
Repayment of Principal Portion of Lease Liabilities	(212,627)	(204,774)	(137,871)	(133,495)
Net Cash (Used in) from Financing Activities	(299,884)	(4,760,370)	(225,134)	(4,589,097)
Net Increase in Cash and Cash Equivalents	(14,919,782)	9,049,466	(15,014,195)	9,163,430
Cash and Cash Equivalents at Beginning of the Year	143,256,299	83,255,632	143,766,143	83,449,117
Cash and Cash Equivalents at End of the Period	128,336,517	92,305,098	128,751,948	92,612,547
Reconciliation of Cash and Cash Equivalents				
Cash and Cash Equivalents	27,418,148	47,252,869	27,418,188	47,252,909
Placements with Banks and Finance Companies	43,251,725	12,332,280	43,252,223	12,332,778
Government of Sri Lanka Treasury Bills/Bonds, Development and International Sovereign Bonds maturing within Three Months	56,260,627	28,253,790	56,675,520	28,560,701
Securities Purchased Under Resale Agreements maturing within Three Months	1,406,017	4,466,159	1,406,017	4,466,159
	128,336,517	92,305,098	128,751,948	92,612,547

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 and 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 Bank and its subsidiary Seylan Developments PLC (74.69%). The Bank's holding of the subsidiary increased from 70.51% to 74.69% with the share repurchase by Seylan Development PLC during the first quarter of 2024 (Note 7.5).

2. Information on Ordinary Shares

Market Price (LKR.)	31/03/2024		31/03/2023	
	Voting	Non-Voting	Voting	Non-Voting
Market Price Per Share	47.00	38.00	33.30	22.50
Highest price per share during the quarter ended	48.00	39.00	41.50	27.90
Lowest price per share during the quarter ended	40.60	32.00	25.00	15.30

Stated Capital as at March 31, 2024	No. of Shares	Stated Capital (LKR.'000)
Ordinary Voting	305,236,937	13,172,977
Ordinary Non-Voting	330,410,398	8,520,393
Total	635,647,335	21,693,370

3. Shareholders Information

3.1 Twenty Largest Ordinary Voting Shareholders as at March 31, 2024

	No. of Shares	%
1 Brown & Company PLC A/C No. 01	31,086,943	10.48
2 Sri Lanka Insurance Corporation Ltd - General Fund	29,671,631	10.00
3 Employees Provident Fund	29,248,850	9.86
4 Mr. K. D. D. Perera	28,166,399	9.49
5 Sampath Bank PLC/LOLC Investments Ltd	27,762,508	9.36
6 National Development Bank PLC	25,888,088	8.72
7 Seylan Bank PLC A/C No. 04 – Employees' Gratuity Trust Fund	19,573,513	6.60
8 Bank of Ceylon No. 1 Account	16,690,292	5.62
9 Sri Lanka Insurance Corporation Ltd - Life Fund	14,835,813	5.00
10 Peoples Leasing & Finance PLC/Don and Don Holdings (Private) Limited	11,338,671	3.82
11 Sampath Bank PLC/Brown and Company PLC	10,082,252	3.40
12 Employees Trust Fund Board	6,309,485	2.13
13 Don and Don Holdings (Private) Limited	5,349,919	1.80
14 NDB Capital Holdings Limited Account No.02	3,005,354	1.01
15 Sisil Investment Holdings (Private) Limited	2,806,071	0.95
16 Mr. M. J. Fernando (Deceased)	1,498,311	0.50
17 Mr. K. R. B. Fernando	1,283,864	0.43
18 Capital Alliance PLC	982,318	0.33
19 Mr. R. R. Leon	933,190	0.31
20 Dr. J. L. B. Kotelawala	679,835	0.23

3.2 Twenty Largest Ordinary Non-Voting Shareholders as at March 31, 2024

	No. of Shares	%
1 Sampath Bank PLC/LOLC Holdings PLC	141,537,111	44.41
2 L O L C Holdings PLC	22,935,275	7.20
3 Employees Provident Fund	17,001,074	5.33
4 Don and Don Holdings Private Limited	8,571,297	2.69
5 Sri Lanka Insurance Corporation Ltd - Life Fund	8,222,957	2.58
6 Akbar Brothers Pvt Ltd A/C No. 1	6,810,259	2.14
7 Auerbach Grayson and Company LLC	4,366,382	1.37
8 Peoples Leasing & Finance PLC/Don and Don Holdings (Private) Limited	4,330,473	1.36
9 Employees Trust Fund Board	3,754,695	1.18
10 Merrill J Fernando & Sons (Pvt) Limited	3,540,466	1.11
11 Mr R R Leon	3,224,829	1.01
12 L O L C Technology Services Limited	2,783,260	0.87
13 Mr. N. Balasingam	2,493,566	0.78
14 LOLC Finance PLC/Don & Don Holdings (Pvt) Ltd	2,493,211	0.78
15 Sri Lanka Insurance Corporation Ltd - General Fund	2,250,000	0.71
16 Mr. R. Gautam	1,810,307	0.57
17 Mr M J Fernando (Deceased)	1,745,005	0.55
18 J.B. Cocoshell (Pvt) Ltd	1,700,495	0.53
19 Ms S Durga	1,471,329	0.46
20 Dr S Yaddehige	1,452,925	0.46

3.3 Public Holdings as at March 31, 2024

The Bank is compliant under Option 2 and 3 of the Section 7.13.1 of the Rules of the Colombo Stock Exchange (Minimum Public Holding requirement).

	Ordinary Voting Shares (Option 2)	Ordinary Non-Voting Shares (Option 3)
Float adjusted market capitalization	LKR. 7.651 Bn	LKR. 5.748 Bn
Public Holding Percentage	54.87%	47.46%
No. of Public shareholders	10,156	7,126

3. Directors' and Chief Executive Officer's Shareholdings as at March 31, 2024

<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. R. J. Jayasekara, Director/Chief Executive Officer	708	33,931
Mr. S. V. Corea PC, Non-Executive Director	113	Nil
Ms. S. K. Salgado, Senior Independent Director	Nil	Nil
Mr. D. M. D. K. Thilakaratne, Non-Executive Director	Nil	Nil
Mr. D. M. Rupasinghe, Independent Director	Nil	Nil
Mr. L. H. A. L. Silva, Independent Director	Nil	Nil
Ms. V. G. S. S. Kotakadeniya, Non-Executive Director	Nil	Nil
Ms. A. A. Ludowyke, Independent Director	Nil	Nil
Justice Buwaneka Pandukabaya Aluwihare PC, Independent Director	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 and Non- voting) during the period ended March 31, 2024. 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 March 31, 2024 has been restated based on the number of shares issued for Scrip Dividend for 2023.

6. Events after the Reporting Date

6.1 Dividend

A dividend of Rs.2.50 per share was declared and approved by the shareholders at the Annual General Meeting of the Bank held on March 28, 2024. This dividend consisted of Rs. 1.00 per share by way of cash dividend and Rs. 1.50 per share in the form of scrip dividend to the ordinary voting and non-voting shareholders of the Bank registered as at the record date (end of trading on April 03, 2024). The direct uploads to the Central Depository Systems have been completed on April 10, 2024 in respect of the said scrip dividend. Cash dividend payments were made through SLIPS and RTGS on April 08, 2024 and dividend cheques were posted on April 24, 2024.

7. Other Matters

7.1 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 March 31, 2024 and Economic Factor Adjustment (EFA) applying the recent forecasts and projections. Further, the Bank has adjusted the additional provisions made as management overlay, based on the changes to the assessment of significant increase in credit risk, and stress testing on the exposures to risk elevated sectors.

Bank has accounted for an additional Expected Credit Loss (ECL) on Foreign Currency Denominated Bonds in the financial statements considering the impact on Interim policy regarding the servicing of Sri Lanka's external public debts issued by the Ministry of Finance of the Government of Sri Lanka.

7.2 Statement of Alternative Treatment (SoAT) on Reclassification of Debt Portfolio

The Bank has adopted the above SoAT on Reclassification of Debt Portfolio, issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) and re-classified its Debt Portfolio of LKR 24.83Bn from Fair Value Through Other Comprehensive Income (FVOCI) to Amortized Cost (AC) with effect from 01 April 2022, being the 1st day of the reporting period of the quarter ended 30 June 2022, as a one-off reclassification and accounted for in the financials for the six months ended 30 June 2022.

If the assets lying in the current portfolio had continued to be measured as Fair Value through Other Comprehensive Income, the fair value and the cumulative mark to market loss as at 31 March 2024 would have been Rs. 6,516 Mn and Rs. 199 Mn respectively.

7.3 Debenture Issue

The Board at their meeting held on February 20, 2024 approved that the Bank issues One Hundred Million (100,000,000) Basel III Compliant, Tier 2 Listed, Rated, Unsecured, Subordinated Redeemable Debentures with a Non-Viability Conversion of Rupees Hundred (Rs. 100/-) each amounting to Rupees Ten Billion (Rs.10,000,000,000/-) until December 31, 2024 and the shareholders approved the same at the Extraordinary General Meeting held on March 28, 2024.

7.4 Debenture Redemption

The Bank redeemed 50,000,000 debentures of Rs.100/- each amounting to Rs.5,000,000,000/- Basel III Compliant, Tier 2, Listed, Rated, Unsecured, Subordinated, Redeemable Debentures allotted in April 2019, upon their maturity after 5 years' tenure, on April 18, 2024.

7.5 Share Repurchase – Seylan Developments PLC

The Company made a Repurchase Offer via Offer document on February 12, 2024 to repurchase the shares of the Company at a ratio of 1 share for every 10 shares held and accordingly, the Company repurchased 8,276,562 Ordinary Shares from the shareholders at a price of Rs.21.64 per share. The notification was issued by CSE confirming that the share repurchase was completed and shares were canceled on March 27, 2024. Accordingly, as at March 31, 2024 the Stated Capital of the Company amounted to Rs.1,644,391,650/-, which consists of 139,688,298 Ordinary Shares.

7.6 Changes to the Directorships

Appointment of Justice Buwaneka Pandukabaya Aluwihare PC as an Independent, Non-Executive Director, of Seylan Bank PLC, with effect from February 26, 2024.

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	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Interest Income	19,066,673	25,774,662	3,799,854	3,354,516	21,229	29,158	(176,023)	(271,035)	22,711,733	28,887,301
Less: Interest Expenses	12,168,094	16,193,580	1,124,641	1,243,075	67	1,201	(48,572)	(37,710)	13,244,230	17,400,146
Net Interest Income	6,898,579	9,581,082	2,675,213	2,111,441	21,162	27,957	(127,451)	(233,325)	9,467,503	11,487,155
Fee and Commission Income	1,909,033	1,836,181	2,478	2,277	-	-	2,370	2,544	1,913,881	1,841,002
Less : Fee and Commission Expenses	65,141	62,430	11,648	5,642	-	-	-	-	76,789	68,073
Net Fee and Commission Income	1,843,892	1,773,751	(9,170)	(3,365)	-	-	2,370	2,544	1,837,092	1,772,929
Net Gains/(Losses) from Trading	-	-	103,632	(40,988)	-	-	-	-	103,632	(40,988)
Net Gains from Derecognition of Financial Assets	-	-	170,417	15,214	-	-	-	-	170,417	15,214
Net Other Operating Income	(135,876)	88,032	360,351	162,517	97,057	95,330	(75,886)	(202,056)	245,646	143,823
Inter Segment Revenue	(35,537)	(18,188)	-	-	-	-	35,537	18,188	-	-
Total Operating Income	8,571,058	11,424,677	3,300,443	2,244,819	118,219	123,287	(161,435)	(414,650)	11,828,285	13,378,133
Less : Depreciation and Amortization Expenses	187,378	196,651	3,784	3,769	317	299	146,840	142,876	338,319	343,595
Less : Impairment Charges	1,503,324	5,348,059	52,145	1,017,911	-	-	-	-	1,555,469	6,365,970
Less : Operating Expenses, VAT & SSCL on Financial Services	4,303,504	3,491,330	666,517	705,768	38,555	27,880	1,153,445	769,023	6,162,021	4,994,001
Reportable Segment Profit Before Income Tax	2,576,852	2,388,637	2,577,997	517,371	79,347	95,108	(1,461,720)	(1,326,549)	3,772,476	1,674,567
Less :Income Tax Expense									1,431,246	646,878
Profit For The Period									2,341,230	1,027,689
Profit Attributable To:										
Equity Holders of The Bank									2,327,605	1,022,413
Non-Controlling Interests									13,625	5,276
Profit For The Period									2,341,230	1,027,689
Other Comprehensive Income, Net of Income Tax									326,456	361,563
Other Information										
Total Assets	452,327,656	463,278,905	240,616,973	187,595,987	6,461,850	6,428,857	12,714,827	13,625,235	712,121,306	670,928,984
Total Liabilities & Equity	618,673,649	577,429,526	68,095,086	70,613,245	6,461,850	6,428,857	18,890,721	16,457,356	712,121,306	670,928,984
Cash Flows from Operating Activities	10,069,642	27,871,402	2,633,927	1,539,051	54,121	66,405	(1,542,014)	(1,254,090)	11,215,676	28,222,768
Cash Flows from Investing Activities	37,210	1,523	(26,035,187)	(14,521,749)	(77,671)	21,027	70,911	28,958	(26,004,737)	(14,470,241)
Cash Flows from Financing Activities	(212,627)	(850,370)	(87,257)	(3,910,000)	(179,105)	-	253,855	171,273	(225,134)	(4,589,097)
Capital Expenditure	(56,997)	(1,259)	(3,044)	(7,799)	(529)	(3,090)	(6,231)	(19,513)	(66,801)	(31,660)

Seylan Bank PLC

10. Analysis of Financial Instruments by Measurement Basis - Bank

(Amounts in Rupees Thousands)

31.03.2024				
	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 (AC)	Total
Assets				
Cash and Cash Equivalents	-	-	27,333,584	27,333,584
Balances with Central Bank of Sri Lanka	-	-	3,275,464	3,275,464
Placements with Banks and Finance Companies	-	-	43,034,913	43,034,913
Derivative Financial Instruments	88,227	-	-	88,227
Securities Purchased under Resale Agreements	-	-	1,407,970	1,407,970
Customer Loans and Advances	-	-	427,344,702	427,344,702
Debt Instruments	-	-	754,216	754,216
Equity Instruments	-	1,970,824	-	1,970,824
Government Securities	12,884,798	44,317,645	122,628,866	179,831,309
Group Balances Receivable	-	-	40,500	40,500
Other Financial Assets	-	-	9,599,840	9,599,840
Total Financial Assets	12,973,025	46,288,469	635,420,055	694,681,549
Liabilities				
Due to Banks	-	-	11,390,496	11,390,496
Derivative Financial Instruments	-	99,868	-	99,868
Due to Depositors	-	-	589,551,523	589,551,523
Securities Sold under Repurchase Agreements	-	-	1,668,514	1,668,514
Due to Other Borrowers	-	-	18,535	18,535
Group Balances Payable	-	-	122,347	122,347
Debt Securities Issued	-	-	20,627,814	20,627,814
Lease Liabilities	-	-	5,385,475	5,385,475
Other Financial Liabilities	-	-	11,128,255	11,128,255
Total Financial Liabilities	99,868	639,892,959	639,992,827	639,992,827
31.12.2023				
	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 (AC)	Total
Assets				
Cash and Cash Equivalents	-	-	48,851,143	48,851,143
Balances with Central Bank of Sri Lanka	-	-	7,028,281	7,028,281
Placements with Banks and Finance Companies	-	-	22,064,672	22,064,672
Derivative Financial Instruments	88,022	-	-	88,022
Securities Purchased under Resale Agreements	-	-	817,150	817,150
Customer Loans and Advances	-	-	437,532,470	437,532,470
Debt Instruments	-	-	751,134	751,134
Equity Instruments	-	1,802,855	-	1,802,855
Government Securities	27,753,867	38,245,856	102,786,226	168,785,949
Group Balances Receivable	-	-	40,500	40,500
Other Financial Assets	-	-	11,896,790	11,896,790
Total Financial Assets	27,841,889	40,048,711	631,768,366	699,658,966
Liabilities				
Due to Banks	-	-	12,096,756	12,096,756
Derivative Financial Instruments	-	32,269	-	32,269
Due to Depositors	-	-	590,698,330	590,698,330
Securities Sold under Repurchase Agreements	-	-	6,862,998	6,862,998
Due to other Borrowers	-	-	16,151	16,151
Group Balances Payable	-	-	115,823	115,823
Debt Securities Issued	-	-	19,967,701	19,967,701
Lease Liabilities	-	-	5,409,418	5,409,418
Other Financial Liabilities	-	-	11,953,383	11,953,383
Total Financial Liabilities	32,269	647,120,560	647,152,829	647,152,829

Seylan Bank PLC

10. Analysis of Financial Instruments by Measurement Basis - Group

(Amounts in Rupees Thousands)

31.03.2024				
Financial Assets	Financial Assets	Financial Assets	Total	
Measured at Fair	Measured at Fair	Measured at		
Value through	Value through	Amortised Cost		
Profit or Loss	Other	(AC)		
(FVTPL)	Comprehensive			
	Income (FVOCI)			
Assets				
Cash and Cash Equivalents	-	-	27,333,624	27,333,624
Balances with Central Bank of Sri Lanka	-	-	3,275,464	3,275,464
Placements with Banks and Finance Companies	-	-	43,034,913	43,034,913
Derivative Financial Instruments	88,227	-	-	88,227
Securities Purchased under Resale Agreements	-	-	1,407,970	1,407,970
Customer Loans and Advances	-	-	427,344,702	427,344,702
Debt Instruments	-	341,080	754,216	1,095,296
Equity Instruments	-	1,970,824	-	1,970,824
Government Securities	12,884,798	44,317,645	122,702,679	179,905,122
Other Financial Assets	-	-	9,628,239	9,628,239
Total Financial Assets	12,973,025	46,629,549	635,481,807	695,084,381
Liabilities				
Due to Banks	-	-	11,390,496	11,390,496
Derivative Financial Instruments	99,868	-	-	99,868
Due to Depositors	-	-	589,551,523	589,551,523
Securities Sold under Repurchase Agreements	-	-	1,668,514	1,668,514
Due to Other Borrowers	-	-	18,535	18,535
Debt Securities Issued	-	-	20,627,814	20,627,814
Lease Liabilities	-	-	2,217,097	2,217,097
Other Financial Liabilities	-	-	11,174,655	11,174,655
Total Financial Liabilities	99,868	636,648,634	636,748,502	636,748,502
31.12.2023				
Financial Assets	Financial Assets	Financial Assets	Total	
Measured at Fair	Measured at Fair	Measured at		
Value through	Value through	Amortised Cost		
Profit or Loss	Other	(AC)		
(FVTPL)	Comprehensive			
	Income (FVOCI)			
Assets				
Cash and Cash Equivalents	-	-	48,851,183	48,851,183
Balances with Central Bank of Sri Lanka	-	-	7,028,281	7,028,281
Placements with Banks and Finance Companies	-	-	22,064,672	22,064,672
Derivative Financial Instruments	88,022	-	-	88,022
Securities Purchased under Resale Agreements	-	-	817,150	817,150
Customer Loans and Advances	-	-	437,532,470	437,532,470
Debt Instruments	-	-	751,134	751,134
Equity Instruments	-	1,802,855	-	1,802,855
Government Securities	27,753,867	38,484,010	103,057,378	169,295,255
Other Financial Assets	-	-	11,918,708	11,918,708
Total Financial Assets	27,841,889	40,286,865	632,020,976	700,149,730
Liabilities				
Due to Banks	-	-	12,096,756	12,096,756
Derivative Financial Instruments	32,269	-	-	32,269
Due to Depositors	-	-	590,698,330	590,698,330
Securities Sold under Repurchase Agreements	-	-	6,862,998	6,862,998
Due to other Borrowers	-	-	16,151	16,151
Debt Securities Issued	-	-	19,967,701	19,967,701
Lease Liabilities	-	-	2,245,420	2,245,420
Other Financial Liabilities	-	-	12,015,613	12,015,613
Total Financial Liabilities	32,269	643,902,969	643,935,238	643,935,238

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
	31.03.2024	31.12.2023	31.03.2024	31.12.2023
11.1 Product-wise Gross Loans & Advances				
By product - Domestic Currency				
Export Bills	29,820	210,614	29,820	210,614
Import Bills	217,790	209,672	217,790	209,672
Local Bills	50,750	9,597	50,750	9,597
Lease Rentals Receivable	23,520,101	23,037,804	23,520,101	23,037,804
Overdrafts	58,976,941	60,821,111	58,976,941	60,821,111
Revolving Import Loans	13,723,868	12,296,069	13,723,868	12,296,069
Packing Credit Loans	6,637,579	6,971,268	6,637,579	6,971,268
Staff Loans	7,192,358	7,097,794	7,192,358	7,097,794
Housing Loans	15,801,305	15,717,780	15,801,305	15,717,780
Pawning Receivables	33,562,083	33,111,793	33,562,083	33,111,793
Refinance Loans	8,835,213	8,632,690	8,835,213	8,632,690
Credit Cards	7,776,363	7,797,586	7,776,363	7,797,586
Margin Trading	3,398,203	2,999,107	3,398,203	2,999,107
Factoring	1,680,989	1,850,487	1,680,989	1,850,487
Term Loans	256,830,429	261,486,656	256,830,429	261,486,656
Total	438,233,792	442,250,028	438,233,792	442,250,028
By product - Foreign Currency				
Export Bills	1,682,708	3,013,553	1,682,708	3,013,553
Import Bills	582,878	495,370	582,878	495,370
Local Bills	-	5,035	-	5,035
Overdrafts	658,922	679,910	658,922	679,910
Revolving Import Loans	731,650	621,332	731,650	621,332
Packing Credit Loans	11,032,291	11,790,930	11,032,291	11,790,930
Housing Loans	109,632	110,496	109,632	110,496
Term Loans	34,936,588	38,238,555	34,936,588	38,238,555
Total	49,734,669	54,955,181	49,734,669	54,955,181
Gross Loans and Advances	487,968,461	497,205,209	487,968,461	497,205,209
11.2 Product-wise Commitments and Contingencies				
By product - Domestic Currency				
Commitments				
Undrawn Credit Lines	83,945,866	82,789,024	83,945,866	82,789,024
Capital Commitments	276,938	152,026	294,574	170,642
Contingencies				
Acceptances	120,338	66,515	120,338	66,515
Standby Letters of Credit	-	-	-	-
Guarantees	51,717,216	50,606,979	51,717,216	50,606,979
Documentary Credit	444,955	385,701	444,955	385,701
Bills for Collection	601,401	228,029	601,401	228,029
Forward Exchange Contracts (Net)	(1,166,581)	(1,732,351)	(1,166,581)	(1,732,351)
Total	135,940,133	132,495,923	135,957,769	132,514,539
By product - Foreign Currency				
Commitments				
Undrawn Credit Lines	5,311,673	6,268,957	5,311,673	6,268,957
Capital Commitments	422,327	514,910	422,327	514,910
Contingencies				
Acceptances	8,083,304	7,850,569	8,083,304	7,850,569
Standby Letters of Credit	135,879	146,496	135,879	146,496
Guarantees	6,139,828	5,198,493	6,139,828	5,198,493
Documentary Credit	7,158,965	6,713,552	7,158,965	6,713,552
Bills for Collection	4,372,513	4,865,862	4,372,513	4,865,862
Forward Exchange Contracts (Net)	1,149,813	1,786,042	1,149,813	1,786,042
Total	32,774,302	33,344,881	32,774,302	33,344,881
Total Commitments and Contingencies	168,714,435	165,840,804	168,732,071	165,859,420

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
	31.03.2024	31.12.2023	31.03.2024	31.12.2023
11.3 Stage-wise Impairment on Loans & Advances, Commitments and Contingencies				
Gross Loans and Advances, Commitments and Contingencies	656,682,896	663,046,013	656,700,532	663,064,629
Less : Accumulated Impairment under Stage 1	3,721,644	4,025,638	3,721,644	4,025,638
Accumulated Impairment under Stage 2	12,845,133	7,950,512	12,845,133	7,950,512
Accumulated Impairment under Stage 3	45,479,931	49,243,947	45,479,931	49,243,947
Net Loans & Advances, Commitments and Contingencies	594,636,188	601,825,916	594,653,824	601,844,532
Movement of Impairment during the Period	Fom 01.01.2024 to 31.03.2024	From 01.01.2023 to 31.12.2023	Fom 01.01.2024 to 31.03.2024	From 01.01.2023 to 31.12.2023
Stage 1				
Opening Balance as at 01st January	4,025,638	7,384,738	4,025,638	7,384,738
Charge/(Write back) to Income Statement	(290,597)	(3,333,731)	(290,597)	(3,333,731)
Exchange Rate Movements	(13,397)	(25,369)	(13,397)	(25,369)
Closing Balance	3,721,644	4,025,638	3,721,644	4,025,638
Stage 2				
Opening Balance as at 01st January	7,950,512	6,460,514	7,950,512	6,460,514
Charge/(Write back) to Income Statement	4,897,359	1,524,080	4,897,359	1,524,080
Exchange Rate Movements	(2,738)	(34,082)	(2,738)	(34,082)
Closing Balance	12,845,133	7,950,512	12,845,133	7,950,512
Stage 3				
Opening Balance as at 01st January	49,243,947	33,562,206	49,243,947	33,562,206
Charge/(Write back) to Income Statement	(3,105,112)	17,504,356	(3,105,112)	17,504,356
Reversal for Write-off during the Period	(10,003)	(72,484)	(10,003)	(72,484)
Interest Accrued on Impaired Loans and Advances	(53,977)	(1,041,465)	(53,977)	(1,041,465)
Exchange Rate Movements	(594,924)	(708,666)	(594,924)	(708,666)
Closing Balance	45,479,931	49,243,947	45,479,931	49,243,947
Total Impairment	62,046,708	61,220,097	62,046,708	61,220,097

12 Analysis of Deposits

(Amounts in Rupees Thousands)

	Bank		Group	
	As at	As at	As at	As at
	31.03.2024	31.12.2023	31.03.2024	31.12.2023
Deposits - By product				
By product - Domestic Currency				
Demand Deposits	32,890,361	35,126,646	32,890,361	35,126,646
Savings Deposits	110,981,471	113,274,031	110,981,471	113,274,031
Fixed Deposits	348,383,083	328,328,460	348,383,083	328,328,460
Certificate of Deposits	907,040	966,920	907,040	966,920
Total	493,161,955	477,696,057	493,161,955	477,696,057
By product - Foreign Currency				
Demand Deposits	6,181,923	5,119,577	6,181,923	5,119,577
Savings Deposits	17,645,358	23,126,823	17,645,358	23,126,823
Fixed Deposits	72,562,287	84,755,873	72,562,287	84,755,873
Total	96,389,568	113,002,273	96,389,568	113,002,273
Total Deposits	589,551,523	590,698,330	589,551,523	590,698,330

SEYLAN BANK PLC - DEBENTURES

	CURRENT PERIOD 01-Jan-24 to 31-Mar-24	COMPARATIVE PERIOD 01-Jan-23 to 31-Mar-23
Debt (Debentures) / Equity Ratio (Times)	0.33	0.32
Debt (Debentures plus Long term Debt) / Equity Ratio (Times)	0.41	0.41
Interest Cover (Times)	5.95	3.71
Quick Asset Ratio (Times)	0.85	0.82
2016 Issue		
Market Prices during January to March (Ex Interest)		
7 Year Fixed Semi Annual - 13.75% p.a (Debenture matured and redeemed on 15/07/2023)		
- Highest Price		94.40
- Lowest Price		80.00
- Last Traded Price (10/01/2023)		91.40
Interest Yield as at Date of Last Trade		
7 Year Fixed Semi Annual - 13.75% p.a. (10/01/2023)		15.56%
Yield to Maturity of Trade Done on		
7 Year Fixed Semi Annual - 13.75% p.a. (10/01/2023)		33.57%
Interest Rate of Comparable Government Security		
- 7 Years		24.80%
2018 Issue		
Market Prices during January to March (Ex Interest)		
5 Year Fixed Semi Annual - 12.85% p.a (Debenture matured and redeemed on 29/03/2023)		*
7 Year Fixed Semi Annual - 13.20% p.a.	*	*
10 Year Fixed Semi Annual - 13.50% p.a	*	*
Interest Yield as at Date of Last Trade		
	*	*
Yield to Maturity of Trade Done on		
	*	*
Interest Rate of Comparable Government Security		
- 5 Years		
- 7 Years	10.83%	28.50%
- 10 Years	12.20%	25.54%
2019 Issue		
Market Prices during January to March (Ex Interest)		
5 Year Fixed Annual - 15.00% p.a		
- Highest Price	100.09	*
- Lowest Price	100.08	*
- Last Traded Price (22/03/2024)/*	100.08	*
5 Year Fixed Semi Annual - 14.50% p.a.	*	*
Interest Yield as at Date of Last Trade		
	14.99%	*
Yield to Maturity of Trade Done on		
	12.17%	*
Interest Rate of Comparable Government Security		
- 5 Years	10.57%	27.38%
2021 Issue		
Market Prices during January to March (Ex Interest)		
5 Year Fixed Annual - 9.75% p.a		
- Highest Price	100.00	64.00
- Lowest Price	100.00	64.00
- Last Traded Price (24/01/2024)/(24/03/2023)	100.00	64.00
5 Year Fixed Quarterly - 9.25 % p.a.	*	*
Interest Yield as at Date of Last Trade		
5 Year Fixed Annual - 9.75% p.a (24/01/2024)/(24/03/2023)	9.75%	15.23%
5 Year Fixed Quarterly - 9.25 % p.a.	*	*
Yield to Maturity of Trade Done on		
5 Year Fixed Annual - 9.75% p.a (24/01/2024)/(24/03/2023)	9.71%	29.05%
5 Year Fixed Quarterly - 9.25 % p.a.	*	*
Interest Rate of Comparable Government Security		
- 5 Years	11.08%	26.87%
2023 Issue (Debenture allotted on 02/05/2023)		
Market Prices during January to March (Ex Interest)		
5 Year Fixed Annual - 28.00% p.a		
- Highest Price	144.18	
- Lowest Price	100.00	
- Last Traded Price (27/03/2024)	100.00	
5 Year Fixed Quarterly - 25.00% p.a.		
- Highest Price	130.00	
- Lowest Price	100.00	
- Last Traded Price (26/03/2024)	100.00	
Interest Yield as at Date of Last Trade		
5 Year Fixed Annual - 28.00% p.a (27/03/2024)	28.00%	
5 Year Fixed Quarterly - 25.00% p.a. (26/03/2024)	27.44%	
Yield to Maturity of Trade Done on		
5 Year Fixed Annual - 28.00% p.a (27/03/2024)	27.87%	
5 Year Fixed Quarterly - 25.00% p.a. (26/03/2024)	24.98%	
Interest Rate of Comparable Government Security		
- 5 Years	12.25%	

* No trading during the period.

Seylan Bank PLC

Selected Performance Indicators

Item	Bank		Group	
	31.03.2024	31.12.2023	31.03.2024	31.12.2023
Regulatory Capital (LKR Mn.)				
Common Equity Tier I	54,809	55,448	56,370	56,998
Total (Tier I) Capital	54,809	55,448	56,370	56,998
Total Capital Base	68,427	70,147	69,989	71,698
Regulatory Capital Ratios (%)				
Common Equity Tier I Capital Ratio (Minimum Requirement - 7.00%)	12.69	12.52	13.03	12.86
Total Tier I Capital Ratio (Minimum Requirement - 8.50%)	12.69	12.52	13.03	12.86
Total Capital Ratio (Minimum Requirement - 12.50%)	15.84	15.84	16.17	16.18
Regulatory Liquidity				
Statutory Liquid Assets (LKR Mn.)	250,667	235,624		
Domestic Banking Unit (LKR Mn.)	246,691	233,637		
Offshore Banking Unit (USD '000)	31,386	23,584		
Statutory Liquid Assets Ratio (%) (Minimum Requirement 20 %)				
Overall	39.42	38.04		
Domestic Banking Unit	39.54	38.51		
Offshore Banking Unit	24.76	23.28		
Total Stock of High-Quality Liquid Assets (LKR Mn.)	192,578	174,012		
Liquidity Coverage Ratio %				
Rupee - (Minimum Requirement -100%)	416.60	355.16		
All Currency - (Minimum Requirement-100%)	374.42	338.42		
Net Stable Funding Ratio (%) (Minimum Requirement -100%)	134.13	129.67		
Assets Quality (Quality of Loan Portfolio)				
Impaired Loans (Stage 3) Ratio (%)	3.89	3.85		
Impairment (Stage 3) to Stage 3 Loans Ratio (%)	66.75	68.29		
Profitability				
Interest Margin (%)	5.24	5.76		
Return on Assets (before Tax) (%)	2.07	1.45		
Return on Equity (%)	14.94	10.88		