SEYLAN BANK PLC FINANCIAL STATEMENTS Year ended 31st December, 2019

INCOME STATEMENT									A	mount in	Rupees Tl	housand
(In terms of Rule 7.4 of the Colombo Stock Exchange)		Bank			Bank			Group			Group	
	For the Year ended		For the Quarter ended		For the Year ended			For the Quarter ended				
	31	st December		31s	t December		31	lst December		3	31st December	
	2019	2018	Growth	2019	2018 Grow	rth	2019	2018	Growth	2019	2018	Growth
	(Audited) (Audited)	%		(Restated)	%	(Audited)	(Audited) %		(Restated)	%
Interest Income	55 123 358	49,229,214	12.58	13.783.455	13.568.098 1.5	50	55.430.879	49.230.380	12.591	3.785.857	13.569.832	1.59
Less: Interest Expenses		31,482,218	16.86	8,924,606	8,868,347 0.6		36,488,082	31,440,293	16.06	8,848,864	8,863,682	(0.17)
Net Interest Income		17,746,996	4.99	4,858,849			18,942,797	17,790,087	6.48	4,936,993	4,706,150	4.91
	10,002,010	,	1100	1,000,010	1,000,701 010			,,	0.10	1,000,000	1,100,100	
ee and Commission Income	4,457,325	4,252,240	4.82	1,217,022	1,161,871 4.7	75	4,457,109	4,251,808	4.83	1,217,011	1,161,682	4.76
ess: Fee and Commission Expenses	224,554	198,273	13.25	66,129	55,868 18.3	37	224,554	198,604	13.07	62,422	52,893	18.02
let Fee and Commission Income	4,232,771	4,053,967	4.41	1,150,893	1,106,003 4.0	06	4,232,555	4,053,204	4.42	1,154,589	1,108,789	4.13
Vet Gains/(Losses) from Trading	(497,595) 961,832	(151.73)	196,012	344,352 (43.0	08)	(496,010)	961,634	(151.58)	197,508	344,483	(42.67)
let Gains/(Losses) from Derecognition of												
Financial Assets	320,472	51,936	517.05	140,085	(4,536) 3,188		320,472	51,936	517.05	140,085	(4,536)	
let Other Operating Income	1,666,094	377,308	341.57	8,735	42,733 (79.5	56)	1,643,799	348,835	371.23	23,472	34,061	(31.09)
otal Operating Income	24,354,261	23,192,039	5.01	6,354,574	6,188,303 2.6	69	24,643,613	23,205,696	6.20	6,452,647	6,188,947	4.26
mpairment Charges	3,882,718	3,475,186	11.73	735,143	453,737 62.0	10	3,882,718	3,475,195	11.73	735,159	453,746	62.02
inparment Gharges												
let Operating Income	20,471,543	19,716,853	3.83	5,619,431	5,734,566 (2.0	01)	20,760,895	19,730,501	5.22	5,717,488	5,735,201	(0.31)
ess: Operating Expenses												
Personnel Expenses	6,492,596	5,782,333	12.28	1,657,233	1,433,269 15.6	53	6,526,826	5,816,527	12.21	1,662,821	1,439,114	15.54
dditional Gratuity Expense	81,212	1,134,771	(92.84)	81,212	1,134,771 (92.8		81,212	1,134,771	(92.84)	81,212	1,134,771	(92.84)
Pepreciation and Amortisation Expenses	842,447	745,823	12.96	223,912	194,943 14.8		909,869	809,868	12.35	242,508	211,190	14.83
Depreciation - Right-of-use Assets/Lease Expense	473,310	704,207	(32.79)	110,768	152,421 (27.3		432,183	477,301	(9.45)	100,486	95,694	5.01
ther Expenses	4,716,195	4,570,177	3.20	1,036,182	1,136,502 (8.8		4,776,552	4,691,620	1.81	1,088,898	1,153,287	(5.58)
otal Operating Expenses	12,605,760	12,937,311	(2.56)	3,109,307	4,051,906 (23.2	26)	12,726,642	12,930,087	(1.57)	3,175,925	4,034,056	(21.27)
Operating Profit before Taxes	7,865,783	6,779,542	16.02	2,510,124	1,682,660 49.1	18	8,034,253	6,800,414	18.14	2,541,563	1,701,145	49.40
	1,000,100	0,113,042	10.02	2,010,124	1,002,000 43.	10	0,004,200	0,000,414	10.14	2,041,000	1,701,140	43.40
ess: Value Added Tax on Financial Services	1,621,116	1,675,346	(3.24)	422,942	501,277 (15.6	63)	1,621,116	1,675,346	(3.24)	422,942	513,556	(17.64)
ess; Nation Building Tax on Financial Services	193,281	223,380	(13.47)	33,524	66,837 (49.8	34)	193,281	223,380	(13.47)	33,524	66,837	(49.84)
ess: Debt Repayment Levy	952,746	214,564	344.04	250,573	214,564 16.7	78	952,746	214,564	344.04	250,573	214,564	16.78
rofit before Income Tax	5,098,640	4,666,252	9.27	1,803,085	899,982 100.3	35	5,267,110	4,687,124	12.37	1,834,524	906,188	102.44
ess: Income Tax Expense	1,418,378	1,477,046	(3.97)	646,638	244,077 164.9	93	1,468,858	1,536,268	(4.39)	646,739	250,796	157.87
rofit for the Year	3,680,262	3,189,206	15.40	1,156,447	655,905 76.3	31	3,798,252	3,150,856	20.55	1,187,785	655,392	81.23
quity Holders of the Bank	3,680,262	3,189,206	15.40	1,156,447	655,905 76.3	31	3,732,691	3,137,243	18.98	1,178,545	651,921	80.78
Ion-controlling Interest	-	-	-	-	-	-	65,561	13,613	381.61	9,240	3,471	166.21
rofit for the Year	3,680,262	3,189,206	15.40	1,156,447	655,905 76.3	31	3,798,252	3,150,856	20.55	1,187,785	655,392	81.23
asic/Diluted Earnings per Ordinary Share (Rs.)	8.99	7.97	12.80	2.65	1.64 61.5	59	9.12	7.84	16.33	2.70	1.63	65.64

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

STATEMENT OF PROFIT	OR LOS	SS AND	OTHE	R COMP	REHEN	SIVE II	NCOME			Amount in	Rupees	Thousand
(In terms of Rule 7.4 of the Colombo Stock Exchange)	For the Yea 2019 (Audited)	Bank ir Ended 31st 2018 (Audited)	December Growth %	For the Quarter 2019	Bank Ended 31st 2018 (Restated)	December Growth %	For the Yea 2019 (Audited)	Group r Ended 31st De 2018 (Audited)	ccember Growth %	For the Quar 2019	Group ter Ended 31 2018 (Restated)	lst December Growth %
Profit for the year	3,680,262	3,189,206	15.40	1,156,447	655,905	76.31	3,798,252	3,150,856	20.55	1,187,785	655,392	81.23
Other Comprehensive Income/(Loss), Net of Tax												
Items that will be Reclassified to Income Statement in Subsequent Periods												
Net Movement of Cash Flow Hedge Reserve	(62,073)	35,906	(272.88)	(930)	1,332	(169.82)	(62,073)	35,906	(272.88)	(930)	1,332	(169.82)
Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Incom-	e 2,539,877	(1,537,937)	265.15	353,390	(931,260)	137.95	2,545,242	(1,540,145)	265.26	354,144	(933,468)	137.94
Less: Deferred Tax effect relating to items that will be Reclassified to Income Statement	711,165	(432,786)	264.32	98,949	(260,822)	137.94	711,495	(430,786)	265.16	99,279	(258,822)	138.36
Items that will not be Reclassified to Income Statement in Subsequent Periods												
Change in fair value on investments in equity instruments measured at Fair Value through Other Comprehensive Inc	ome 315,941	405,236	(22.04)	138,206	(23,622)	685.07	316,841	405,236	(21.81)	139,106	(23,622)	688.88
Revaluation of Property, Plant and Equipment	-	-	-	-	-	-	118,360	140,375	(15.68)	118,360	140,375	(15.68)
Actuarial Gain on Defined Benefit Obligations	177,461	84,326	110.45	177,461	84,326	110.45	175,163	83,844	108.92	175,163	83,844	108.92
Less: Deferred Tax effect relating to items that will not be Reclassified to Income Statement	26,509	37,028	(28.41)	19,542	3,037	543.46	59,650	76,244	(21.76)	52,683	42,253	24.68
Other Comprehensive Income/(Loss) for the Year, Net of Taxes Total Comprehensive Income for the Year	2,233,532 5,913,794	(616,711) 2,572,495	<u>462.17</u> 129.89	549,636 1,706,083	(611,439) 44,466	<u>189.89</u> 3,736.83	<u>2,322,388</u> 6,120,640	(520,242) 2,630,614	546.41 132.67	<u>633,881</u> 1,821,666	(514,970) 140,422	<u>223.09</u> 1,197.28
Attributable to: Equity Holders of the Bank Non-controlling interest Total comprehensive income for the year	5,913,794 - 5,913,794	2,572,495 - 2,572,495	129.89 - 129.89	1,706,083 - 1,706,083	44,466 	3,736.83 - 3,736.83	6,028,876 91,764 6,120,640	2,588,552 42,062 2,630,614	132.91 <u>118.16</u> 132.67	1,787,583 <u>34,083</u> 1,821,666	108,502 <u>31,920</u> 140,422	1,547.51 <u>6.78</u> 1,197.28

erms of Rule 7.4 of the Colombo Stock Exchange)						
ternis of hule 7.4 of the corollipo Stock Exchange)		Bank			Group	
	As at 31.12.2019 (Audited)	As at 31.12.2018 (Audited)	Growth %	As at 31.12.2019 (Audited)	As at 31.12.2018 (Audited)	Growth %
əts						
n and Cash Equivalents	11,758,729	12,573,611	(6.48)	11,758,769	12,573,651	(6.48)
nces with Central Bank of Sri Lanka	14,458,970	18,472,275	(21.73)	14,458,970	18,472,275	(21.73)
ements with Banks and Finance Companies vative Financial Instruments	1,173,278 134,756	- 1,676,958	100.00 (91.96)	1,173,278 134,756	- 1,676,958	100.00 (91.96)
ncial Assets recognised through Profit or Loss	134,750	1,070,950	(91.90)	134,750	1,070,950	(91.90)
easured at Fair Value	7,118,016	4,918,336	44.72	7,124,752	4,923,487	44.71
esignated at Fair Value ncial Assets at Amortised Cost	-	-	-	-	-	-
bans and Advances	379,259,064	326,882,538	16.02	379,259,064	326,882,538	16.02
abt and Other instruments	27,038,743	29,593,496	(8.63)	27,038,743	29,593,496	(8.63)
ncial Assets measured at Fair Value through Other Comprehensive Income stment in Subsidiary	55,591,526 1,153,602	58,770,720 1,153,602	(5.41)	55,645,538	58,819,604	(5.40)
up Balances Receivable	40,000	40,600	(1.48)			
perty, Plant & Equipment	4,347,933	3,739,526	16.27	7,088,440	6,357,092	11.50
sehold Rights	36,534	38,479	(5.05)	562,635	571,990	(1.64)
nt-of-use Assets	4,457,472	-	100.00	1,667,714	-	100.00
stment Properties	-	-	-	853,157	845,138	0.95
ngible Assets	607,267	576,091	5.41	607,267	576,091	5.41
erred Tax Assets	-	270,275	(100.00)	-	99,648	(100.00
er Assets	9,118,297	8,226,511	10.84	9,158,186	8,269,528	10.75
I Assets	516,294,187	466,933,018	10.57	516,531,269	469,661,496	9.98
ilities						
to Banks	28,769,629	26,378,781	9.06	28,769,629	26,378,781	9.06
vative Financial Instruments	222,978	145,339	53.42	222,978	145,339	53.42
ncial Liabilities at Amortised Cost Je to Depositors	400,731,358	357,560,187	12.07	400,731,358	357,560,187	12.07
Le to Debt Securities Holders	8,425,884	21,094,525	(60.06)	8,425,884	21,094,525	(60.06
Le to Other Borrowers	23,407	32,018	(26.89)	23,407	32,018	(26.89
up Balances Payable	200,969	211,686	(5.06)	,		
t Securities Issued	19,870,944	16,329,400	21.69	19,870,944	16,329,400	21.69
ent Tax Liabilities	525,389	1,209,464	(56.56)	490,699	1,185,533	(58.61
erred Tax Liabilities	725,326	-	100.00	947,225	-	100.00
se Liabilities er Liabilities	4,351,632 7,819,397	- 9,361,819	100.00 (16.48)	1,507,618 7,897,473	- 9,472,350	100.00 (16.63
l Liabilities	471,666,913	432,323,219	9.10	468,887,215	432,198,133	8.49
ity						
ed capital	17,044,724	12,025,795	41.73	17,044,724	12,025,795	41.73
utory reserve fund	1,952,957	1,768,944	10.40	1,952,957	1,768,944	10.40
Value through Other Comprehensive Income Reserve ined earnings	(14,219) 22,823,239	(1,879,301) 19,798,647	99.24 15.28	(44,601) 23,494,184	(1,914,326) 20,419,229	97.67 15.06
er reserves	2,820,573	2,895,714	(2.59)	3,932,202	3,947,264	(0.38
l Shareholders' Equity	44,627,274	34,609,799	28.94	46,379,466	36,246,906	27.95
-controlling Interest	-		-	1,264,588	1,216,457	3.96
I Equity	44,627,274	34,609,799	28.94	47,644,054	37,463,363	27.18
l Equity & Liabilities	516,294,187	466,933,018	10.57	516,531,269	469,661,496	9.98
tingent Liabilities and Commitments	150,147,271	129,692,642	15.77	150,189,462	129,721,740	15.78
norandum Information						
iber of Employees	3,360	3,344	0.48	3,381	3,366	0.45
ber of Banking Centres	173	170	1.76	173	170	1.76
Assets Value per Ordinary Share (Rs.)	88.61	94.54	(6.27)	92.09	99.01	(6.99
Assets Value per Ordinary Share (Rs.) ification; he undersigned, being the Chairman, Director/Chief Executive Officer and Ch The above statements have been prepared in compliance with the format and Sri Lanka Accounting Standard - LKAS 34 - Interim Financial Reporting. The information contained in these statements have been extracted from th Companies Act No. 07 of 2007. 1.) Champika Dodanwela (Ms.) of Financial Officer	ief Financial Officer of S definitions prescribed b	eylan Bank PLC certify vy the Central Bank of S ements of the Bank & varatne	that, Sri Lanka and where	e ever required provides a	additional disclosures pliance with the requ	s to comply v irements of I. M. R. S. 1

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CASH FLOW STATEMENT (Audited)			Amount in Ru	pees Thousand
	BA	NK	GRO	UP
For the Year ended 31st December	2019	2018	2019	2018
Cash Flows from Operating Activities				
Interest receipts	53,327,880	46,871,290	53,335,401	46,872,456
Interest payments Net commission receipts	(33,251,720) 4,232,771	(28,162,777) 4.053.967	(32,964,887) 4,232,555	(28,139,546) 4.053,204
Trading income	4,232,771 66,587	4,053,967 79,954	4,232,555 68,172	4,053,204 79,756
Payments to employees	(6.249.124)	(5,973,776)	(6,283,773)	(6,008,216)
VAT and NBT on financial services and DRL	(2,694,167)	(2,258,810)	(2,694,167)	(2,258,810)
Receipts from other operating activities Payments on other operating activities	2,780,711 (5,067,052)	1,596,098 (5,213,731)	2,848,147 (5,127,664)	1,686,424 (5,099,763)
Operating profit before changes in operating assets and liabilities	13,145,886	10,992,215	13,413,784	11,185,505
(Increase)/decrease in operating assets:	4.040.005	0.47 500	4.040.005	0.47.500
Balances with Central Bank of Srī Lanka Financial assets at amortised cost - Ioans & advances	4,013,305 (54,623,855)	647,568 (48,243,676)	4,013,305 (54,623,855)	647,568 (48,243,676)
Other Assets	(2,784,945)	(1,745,640)	7,341	(1,740,419)
Increase/(decrease) in operating liabilities:	10.070.000	10 7 10 100	10.070.000	10 7 10 100
Financial liabilities at amortised cost - Due to depositors Financial liabilities at amortised cost - Due to debt securities holders	42,076,603 (12,663,143)	48,740,109 4,463,652	42,076,603 (12,663,143)	48,740,109 4,463,652
Financial liabilities at amortised cost - Due to other borrowers	(8,611)	9,622	(8,611)	9,622
Other Liabilities	1,491,808	(1,246,270)	(1,557,197)	(360,964)
Due to banks Cash (used in)/generated from operating activities before income tax	2,390,848 (6,962,104)	(674,191) 12,943,389	2,390,848 (6,950,925)	(674,191) 14,027,206
Income tax paid	(1,827,863)	(1,690,523)	(1,829,340)	(1,715,678)
Net cash (used in)/generated from operating activities	(8,789,967)	11,252,866	(8,780,265)	12,311,528
Cash flows from investing activities				
Purchase of property, plant & equipment	(1,321,767)	(870,778)	(1,374,033)	(887,614)
Improvements to investment properties		-	(20,357)	(4,246)
Proceeds from sale of property, plant & equipment Net proceeds from Sale, maturity and purchase of financial investments of	38,302	972,594	38,308	38,795
Government of Sri Lanka treasury bills/bonds and development bonds maturing after three months	4,826,187	(3,733,611)	4,826,187	(3,733,611)
Net proceeds from sale, maturity and purchase of financial investments of shares and debentures	124,660	338,335	117,946	289,640
Reverse repurchase agreements maturing after three months Net purchase of intangible assets	1,819 (185,862)	2,248 (332,855)	1,819 (185,862)	2,248 (332,855)
Net cash flow from acquisition of investment in subsidiaries	(100,002)	(332,000)	(100,002)	(332,000)
Net cash flow from disposal of subsidiaries				
Dividend received from investment in subsidiaries Dividend received from other investments	89,726 24,989	84,509 41,641	24,989	41,641
Net cash (used in)/gnerated from investing activities	3,598,054	(3,497,917)	3,428,997	(4,586,002)
Cash flows from financing activities	-,	(0,101,011)	-,,	(1,000,002)
Net proceeds from the issue of ordinary share capital	4,389,238		4,389,238	
Net proceeds from the issue of other equity instruments	-		-	
Net proceeds from the issue of subordinated debt Repayment of subordinated debt	5,000,000 (1,866,550)	6,234,000 (2,462,280)	4,971,000 (1,866,550)	6,134,000 (2,312,280)
Interest paid on subordinated debt	(1,577,377)	(1,320,046)	(1,561,452)	(1,309,155)
Interest paid on un-subordinated debt	(402,293)	(438,365)	(402,293)	(430,562)
Dividend paid to non-controlling interest	(007.507)	- (440,496)	(54,302)	(39,271)
Dividend paid to shareholders of the bank Dividend paid to holders of other equity instruments	(287,567)	(440,436)	(287,567)	(440,436)
Payment of lease liabilities	(748,544)	-	(521,812)	-
Net cash generated from financing activities	4,506,907	1,572,873	4,666,262	1,602,296
Net increase/(decrease) in cash and cash equivalents Cash and cash equivalents at beginning of the year	(685,006) 25,401,673	9,327,822 16,073,851	(685,006) 25,402,211	9,327,822 16,074,389
Cash and cash equivalents at beginning of the year	25,401,673	10,073,051	25,402,211	16,074,369
Cash and cash equivalents at end of the Year	24,716,667	25,401,673	24,717,205	25,402,211
Reconciliation of cash and cash equivalents				
Cash and cash equivalents	11,775,495	12,598,457	11,775,535	12,598,497
Placements with banks and finance companies Government of Sri Lanka Treasury Bills/Bonds and Development Bonds maturing within three months	1,179,174 6,601,739	7,346,010	1,179,672 6,601,739	498 7,346,010
Securities purchased under resale agreements maturing within three months	5,160,259	5,457,206	5,160,259	5,457,206
	.,,			
	24,716,667	25,401,673	24,717,205	25,402,211

SEYLAN BANK PLC - DEBENTURES

SETEAN DANK FLU - DEDENTUNES	Current Period 01-Oct-19 to 31-December-19	Comparative Period 01-Oct-18 to 31-December-18
Debt (Debentures)/Equity Ratio (Times) Debt (Debentures plus Long term Debt)/Equity Ratio (Times) Interest Cover (Times) Quick Asset Ratio (Times)	0.45 0.67 3.11 0.74	0.47 0.85 3.64 0.74
2014 Issue Market. Prices during October to December (Ex Interest) 4 Year Fixed Semi Annual - 8.00% p.a.(Debenture matured and redeemed on 22/12/2018) 5 Year Fixed Semi Annual - 8.35% p.a.(Debenture matured and redeemed on 22/12/2019) 5 Year Fixed Annual - 8.60% p.a. (Debenture matured and redeemed on 22/12/2019) 6 Year Fixed Semi Annual - 8.60% p.a. 6 Year Fixed Semi Annual - 8.60% p.a.	* * *	
Interest Yield as at Date of Last Trade	*	*
Yield to Maturity of Trade Done on	*	*
Interest Rate of Comparable Government Security 4 Years (Debenture matured and redeemed on 22/12/2018) 5 Years (Debenture matured and redeemed on 22/12/2019) 6 Years	8.36%	10.42% 11.19%
2016 Issue Market Prices during October to December (Ex Interest) 5 Year Fixed Semi Annual - 13.00% p.a Highest Price Lowest Price Last Traded Price (05/12/2019)/(17/10/2018)	100.00 100.00 100.00	100.00 100.00 100.00
5 Year Floating Semi Annual - six months treasury bill rate + 1.5%	*	*
7 Year Fixed Semi Annual - 13.75% p.a Highest Price Lowest Price Last Traded Price*/(24/12/2018)	* * *	100.00 90.00 90.00
Interest Yield as at Date of Last Trade 5 Year Fixed Semi Annual - 13.00% p.a (05/12/2019)/(17/10/2018) 5 Year Fixed Semi Annual - six months treasury bill rate + 1.5% 7 Year Fixed Semi Annual - 13.75% p.a*/(24/12/2018)	13.42%	13.42% * 15.28%
Yield to Maturity of Trade Done on 5 Year Fixed Semi Annual - 13.00% p.a (05/12/2019)/(17/10/2018) 5 Year Fixed Semi Annual - six months treasury bill rate + 1.5% 7 Year Fixed Semi Annual - 13.75% p.a */(24/12/2018)	12.98% *	12.98% * 16.98%
Interest Rate of Comparable Government Security 5 Years 7 Years	8.58% 9.39%	11.36% 11.61%
2018 Issue Market: Prices during October to December (Ex Interest) 5 Year Fixed Semi Annual - 12.85% p.a	*	*
7 Year Fixed Semi Annual - 13.20% p.a. Highest Price Lowest Price Last Traded Price (22/10/2019)/*	100.00 100.00 100.00	* *
10 Year Fixed Semi Annual - 13.50% p.a Highest Price Lowest Price Last Traded Price (17/12/2019)/*	100.00 100.00 100.00	* * *
Interest Yield as at Date of Last Trade 5 Year Fixed Semi Annual - 12.85% p.a. 7 Year Fixed Semi Annual - 13.20% p.a. (22/10/2019)/* 10 Year Fixed Semi Annual - 13.50% p.a (17/12/2019)/*	* 13.64% 13.96%	* * *
Yield to Maturity of Trade Done on 5 Year Fixed Semi Annual - 12.85% p.a 7 Year Fixed Semi Annual - 13.20% p.a. (22/10/2019)/* 10 Year Fixed Semi Annual - 13.50% p.a (17/12/2019)/*	* 13.19% 13.49%	* *
Interest Rate of Comparable Government Security 5 Years 7 Years 10 Years	9.42% 9.88% 10.12%	11.72% 11.81% 11.92%
2019 Issue (Debenture allotted on 18/04/2019) Market Prices during October to December (Ex Interest) 5 Year Fixed Annual - 15.00% p.a Highest Price Lowest Price Last Traded Price (16/10/2019)	107.49 107.15 107.49	
5 Year Fixed Semi Annual - 14.50% p.a.	*	
Interest Yield as at Date of Last Trade 5 Year Fixed Annual - 15.00% p.a. (16/10/2019) 5 Year Fixed Semi Annual - 14.50% p.a.	13.95%	
Yield to Maturity of Trade Done on 5 Year Fixed Annual - 15.00% p.a (16/10/2019) 5 Year Fixed Semi Annual - 14.50% p.a.	12.65%	
Interest Rate of Comparable Government Security 5 Years * No Trading during the period	9.69%	

SELECTED PERFORMANCE INDICATORS

	B	ANK	G	ROUP
	31.12.2019	31.12.2018	31.12.2019	31.12.2018
Regulatory Capital (LKR Mn.) Common Equity Tier I Total (Tier I) Capital Total Capital Base	43,052 43,052 56,704	33,486 33,486 43,682	43,943 43,943 57,466	34,325 34,325 44,370
Regulatory Capital Ratios (%) Common Equity Tier I Capital Ratio (Minimum Requirement - 7.00%/2018 - 6.375%)	11.27	10.20	11.49	10.37
Total Tier I Capital Ratio (Minimum Requirement - 8.50%/2018 - 7.875%)	11.27	10.20	11.49	10.37
Total Capital Ratio (Minimum Requirement - 12.50%/2018 - 11.875%)	14.84	13.30	15.02	13.40
Regulatory Liquidity Statutory Liquid Assets (LKR Mn.) Domestic Banking Unit (LKR. Mn.) Offshore Banking Unit USD '000	94,099 90,380 29,493	86,367 80,773 31,468		
Statutory Liquid Assets Ratio (%) (Minimum Requirement 20 %) Domestic Banking Unit Offshore Banking Unit	21.40 21.81	21.44 22.08		
Total Stock of High-Quality Liquid Assets (LKR Mn.)	68,352	54,800		
Liquidity Coverage Ratio % Rupee - (Minimum Requirement - 100%/2018 - 90%) All Currency - (Minimum Requirement - 100%/2018 - 90%)	169.60 116.01	128.76 92.15		
Net Stable Funding Ratio (%) (Minimum Requirement - 100%/Upto June 2019 - 90%)	109.11	110.00		
Assets Quality (Quality of Loan Portfolio)				
Gross Non-Performing Advances Ratio (%) (Net of Interest in Suspense)	5.76	5.98		
Net Non-Performing Advances Ratio (%) (Net of Interest in Suspense and Provision)	3.73	4.40		
Profitability Interest Margin (%) Return on Assets (before Tax) (%) Return on Equity (%)	4.20 1.04 9.29	4.53 1.07 9.27		

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SEYLAN BANK PLC FINANCIAL STATEMENTS Year ended 31st December, 2019

Ni Ni

Ni

Nil

Nil Nil

Ni

Ni

Nil

Rs. '000

207,437



EXPLANATORY NOTES

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 except for the initial adoption of SLFRS 16 - Leases on 1 January 2019

The Bank adopted Sri Lanka Accounting Standard - SLFRS 16 (Leases) with effect from 1st January 2019. The Bank applied the modified retrospective method and therefore comparative figures are not restated

The Sri Lanka Accounting Standard – SLFRS 9 (Financial Instruments) became effective from 1st January 2018. As permitted by the Statement of Alternative Treatment (SoAT) issued by CA Sri Lanka, the Bank presented the interim Financial Statements for the first three quarters of 2018 with the application of LKAS 39 (Financial Instruments: Recognition and Measurement). However, the Bank adopted SLFRS 9 in the preparation of its Annual Financial Statements for the year ended 31st December 2018 and recognised the total additional impact arising from the application of SLFRS 9 in its entirely in the 4th quarter of 2018.

However, in order to provide comparable figures, the Bank restated the guarterly results of 2018 in line with SLFRS 9 in its 2019 interim Financial Statements. There is no impact on annual figures of 2018. Statement of Profit or Loss and the Statement of Comprehensive Income and only the 4th guarter 2018 was restated as mention below

FOR THE QUARTER ENDED 31ST DECEMBER 2018	BA	NK	GROUP		
	AS PREVIOUSLY REPORTED	RESTATED	AS PREVIOUSLY REPORTED	RESTATED	
Interest income	13,602,628	13,568,098	13,604,362	13,569,832	
Net operating income	53,378	42,733	44,706	34,061	
Impairment charges	1,551,712	453,737	1,551,721	453,746	
Depreciation – Right-of-use Assets/Lease Expense	-	152,421	-	95,694	
Other Expenses	1,288,923	1,136,502	1,244,775	1,153,287	
Value added tax on financial services	366,302	501,277	374,093	513,556	
Nation building tax on financial services	48,841	66,837	53,329	66,837	
Profit before tax	153	899,982	6,359	906,188	
Income tax expense	(50,707)	244,077	(43,988)	250,796	
Profit for the period	50,860	655,905	50,347	655,392	
Other comprehensive loss for the period, net of taxes	(104,505)	(611,439)	(8,036)	(514,970)	
Total comprehensive income for the period	(53,645)	44,466	42,311	140,422	

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

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

Information on Ordinary Shares

MARKET PRICE (Rs.)	31/1	2/2019	31/12/2018		
	Voting	Non-Voting	Voting	Non-Voting	
Market Price Per Share	52.50	33.80	78.00	44.50	
Highest price per share during the quarter ended	60.00	37.50	85.00	50.60	
Lowest price per share during the quarter ended	49.30	27.10	64.10	37.00	

Shareholders' Information nty Largest Ordinary Voting Shareholders as at December 31, 2019

	Twenty Largest Ordinary Voting Shareholders as at December 31, 2019		
		No. of Shares	%
1	Sri Lanka Insurance Corporation Ltd. [Includes General Fund and Life Fund]	37,721,674	15.00
2	Brown & Company PLC A/C No. 1	34,892,388	13.87
3	Employees' Provident Fund	24,789,462	9.86
4	LOLC Investments Ltd.	24,019,936	9.55
5	National Development Bank PLC A/C No. 02	21,941,094	8.72
6	Mr. R.S. Captain	15,424,909	6.13
7	Bank of Ceylon No. 01 Account	14,145,629	5.62
8	Seylan Bank PLC A/C No. 04 Employees' Gratuity Trust Fund	12,684,300	5.04
9	Employee Trust Fund Board	5,347,520	2.13
10	Mr. S.E. Captain	5,084,105	2.02
11	People's Leasing & Finance PLC/Don and Don Holdings(Pvt) Ltd.	4,476,431	1.78
12	Mr. L.A. Captain	2,653,526	1.06
13	Sisil Investment Holdings(Pvt) Ltd.	2,616,186	1.04
14	NDB Capital Holdings Limited A/C No. 02	2,547,149	1.01
15	AIA insurance Lanka Ltd. A/C No. 07	2,340,357	0.93
16	Mr. M.J. Fernando	1,226,585	0.49
17	Mr. R.R. Leon	1,190,033	0.47
18	Mr. K.R.B. Fernando	1,088,123	0.43
19	Ambeon Holdings PLC	887,051	0.35
20	Sampath Bank PLC/Capital Trust Holding Ltd.	755,195	0.30
3.2	Twenty Largest Ordinary Non-Voting Shareholders as at December 31, 2019		
		No. of Shares	%
1	LOLC Holdings PLC	111,429,583	44.19
2	Employees' Provident Fund	111,429,583 13,449,364	44.19 5.33
2 3	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd.	111,429,583	44.19 5.33 2.34
2 3 4	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1	111,429,583 13,449,364 5,911,428 5,415,210	44.19 5.33 2.34 2.15
2 3 4 5	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund	111,429,583 13,449,364 5,911,428	44.19 5.33 2.34
2 3 4 5 6	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,391	44.19 5.33 2.34 2.15 1.85 1.70
2 3 4 5 6 7	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,331 4,273,884	44.19 5.33 2.34 2.15 1.85 1.70 1.70
2 3 4 5 6 7 8	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,391 4,273,884 4,011,506	44.19 5.33 2.34 2.15 1.85 1.70 1.70 1.59
2 3 4 5 6 7 8 9	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,273,884 4,011,506 3,420,424	44.19 5.33 2.34 2.15 1.85 1.70 1.70 1.59 1.36
2 3 4 5 6 7 8	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,331 4,273,884 4,011,506 3,420,424 3,187,073	44.19 5.33 2.34 2.15 1.85 1.70 1.70 1.59 1.36 1.26
2 3 4 5 6 7 8 9 10 11	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd.	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739	44.19 5.33 2.34 2.15 1.85 1.70 1.70 1.59 1.36 1.26 1.19
2 3 4 5 6 7 8 9 10 11 12	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasoriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocsehell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825	44.19 5.33 2.34 2.15 1.85 1.70 1.70 1.59 1.36 1.26 1.19 1.11
2 3 4 5 6 7 8 9 10 11 12 13	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. /AC No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,262,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116	44.19 5.33 2.34 2.15 1.85 1.70 1.59 1.36 1.26 1.19 1.11 0.88
2 3 4 5 6 7 8 9 10 11 12 13 14	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.L. Leon LDLC Technology Services Limited	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808	44.19 5.33 2.34 2.15 1.85 1.70 1.59 1.36 1.26 1.19 1.11 0.88 0.87
2 3 4 5 6 7 8 9 10 11 12 13 14 15	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasoriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Coccoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. N. Balasingam	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,262,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808 1,972,634	44.19 5.33 2.34 2.15 1.85 1.70 1.59 1.36 1.26 1.19 1.11 0.88 0.87 0.78
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. /AC No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. N. Balasingam GF Capital Global Ltd.	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,282,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808 1,972,634 1,475,758	44.19 5.33 2.34 2.15 1.85 1.70 1.70 1.59 1.36 1.26 1.19 1.11 0.88 0.87 0.78 0.78
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. D.N. Lokuge	$\begin{array}{c} 111,429,583\\ 13,449,364\\ 5,911,428\\ 5,415,210\\ 4,657,021\\ 4,282,391\\ 4,273,884\\ 4,011,506\\ 3,420,424\\ 3,187,073\\ 3,011,739\\ 2,800,825\\ 2,223,116\\ 2,201,808\\ 1,972,634\\ 1,475,758\\ 1,344,449\\ \end{array}$	44.19 5.33 2.34 2.15 1.85 1.70 1.59 1.36 1.26 1.19 1.11 0.88 0.87 0.78 0.59 0.53
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Coccoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. N. Balasingam GF Capital Global Ltd. Mr. D.N. Lokuge	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,262,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808 1,972,634 1,475,758 1,344,449 1,296,789	44.19 5.33 2.34 2.15 1.85 1.70 1.59 1.36 1.26 1.19 1.11 0.88 0.87 0.78 0.53 0.53 0.51
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. /AC No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. N. Balasingam GF Capital Global Ltd. Mr. D.N.N. Lokuge Mr. R. Gautam Mr. M.J. Fernando	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,262,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808 1,972,634 1,475,758 1,344,449 1,296,789 1,268,314	44.19 5.33 2.34 2.15 1.70 1.70 1.70 1.36 1.26 1.19 1.11 0.88 0.87 0.78 0.59 0.53 0.51 0.50
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. A/C No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Coccoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. N. Balasingam GF Capital Global Ltd. Mr. D.N. Lokuge	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,262,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808 1,972,634 1,475,758 1,344,449 1,296,789	44.19 5.33 2.34 2.15 1.85 1.70 1.59 1.36 1.26 1.19 1.11 0.88 0.87 0.78 0.53 0.53 0.51
2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19	Employees' Provident Fund People's Leasing & Finance PLC/Don and Don Holdings (Pvt) Ltd. Akbar Brothers Pvt Ltd. /AC No. 1 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund Mr. E. Thavagnanasooriyam & Mr. E. Thavagnasundaram Pershing LLC S/A Averbach Grauson & Co Employee Trust Fund Board People's Leasing & Finance PLC/Mrs. P. Thavarajah First Capital Limited J.B. Cocoshell (Pvt) Ltd. Merrill J. Fernando & Sons (Pvt) Limited Mr. R.R. Leon LOLC Technology Services Limited Mr. N. Balasingam GF Capital Global Ltd. Mr. D.N.N. Lokuge Mr. R. Gautam Mr. M.J. Fernando	111,429,583 13,449,364 5,911,428 5,415,210 4,657,021 4,262,391 4,273,884 4,011,506 3,420,424 3,187,073 3,011,739 2,800,825 2,223,116 2,201,808 1,972,634 1,475,758 1,344,449 1,296,789 1,268,314	44.19 5.33 2.34 2.15 1.70 1.70 1.70 1.36 1.26 1.19 1.11 0.88 0.87 0.78 0.59 0.53 0.51 0.50

3.3	Public Holdings as at December 31, 2019	
	The Bank is compliant under Option 3 of the Section 7.13.1 (Minimum Public	Holding requirement) of the Rules of the Colombo Stock Exchange.
	Float adjusted market capitalization	LKR 7.240Bn
	Public Holding Percentage	54.84 %
	Number of Public Shareholders	10,021

4. Directors' and Chief Executive Officer's Shareholdings as at December 31, 2019 No. of Shares No. of Shares Name of Director (Ordinary Voting) (Ordinary Non-voting) Mr. W.M.R.S. Dias Non, Executive Director/Chairman Mr. W.D.K. Jayawardena, Non-Executive Director/Deputy Chairman Nil Nil Ms. M.C. Pietersz, Independent Director/Senior Director Nil Mr. K.P. Ariyaratne, Director/Chief Executive Officer Mr. P.L.S.K. Perera, Independent Director 63,186 Ni Mr. S.V. Corea, Non-Executive Director 97 Mr. A.S. Wijesinha, Independent Director Nil Mrs. S.K. Salgado, Independent Director Mr. D.M.D.K. Thilakaratne, Non-Executive Director Nil Nil Mr. D.R. Abeysuriya, Independent Director Mr. R.D. Tissera, Alternate Director to Non-Executive Director Mr. W.D.K. Javawardena Nil

Adjustment on Initial Application of SLFRS 9, Net of Tax - - (155,362) - (1,570,187) - (1 2 Restated Balance as at 01st January 2016 7,319,076 3,909,193 1,669,464 17,022,662 1,242,493 (624,779) 2,002,245 33 Total Comprehensive Income for the Year Profit for the Yar - - 3,189,206 -	34,205,923 (1,725,549) 32,480,374 3,189,206 84,326 (1,105,151) 368,208 35,906
Shares Voting Shares Mon Voting Reserve Find Mon Voting Reserve Find Find Reserve Find Reserve Reserve Reserve Reserve Reserve 1 Balance as at 01st January 2018 7,319,076 3,999,193 1,669,444 17,726,024 1,242,493 945,408 2,002,245 32 2 Restance Sant 01st January 2018 7,319,076 3,999,193 1,669,444 17,022,682 1,242,493 (624,779) 2,002,245 32 7 Intial Comprehensive Income On the Year - - 3,189,205 - <td< th=""><th>34,205,923 (1,725,549) 32,480,374 3,189,206 84,326 (1,105,151) 368,208</th></td<>	34,205,923 (1,725,549) 32,480,374 3,189,206 84,326 (1,105,151) 368,208
Adjustment on Initial Application of SLFRS 9, Net of Tax ·	(1,725,549) 32,480,374 3,189,206 84,326 (1,105,151) 368,208
Adjustment on Initial Application of SLFRS 9, Net of Tax ·<	(1,725,549) 32,480,374 3,189,206 84,326 (1,105,151) 368,208
Total Comprehensive Income for the Year - - 3,188,206 - - - Other Comprehensive Income (Net of Tax) - - 64,326 - - - • Net Losses on Investments in Debt Instruments masured at Fair Value through Other Comprehensive Income -	3,189,206 84,326 (1,105,151) 368,208
Profit for the Year - - 3,189,206 - - - Other Comprehensive Income (Net of Tax) - - - 44,326 - - - Net Losses on Investments in Deltinet Same dat Fair Value through Other Comprehensive Income -	84,326 (1,105,151) 368,208
Other Comprehensive Income (Net of Tax) - Actuarial Gain on Defined Benefit Obligations	84,326 (1,105,151) 368,208
- Actuarial Gain on Defined Benefit Obligations - - 84,326 - - - - Net Losses on Investments in Equity Instruments measured at Fair Value trong Other Comprehensive Income - - - - (1,105,151) - (1,115,11) - -	(1,105,151) 368,208
 Net Losses on Investments in Dabt Instruments measured at Fair Value through Other Comprehensive Income Change finit Value (furough Other Comprehensive Income) Change finit Value (furough Other Comprehensive Income) Net Movement of Cash Flow Hedge Reserve Net Galva Cash Scrip Dividends to Equity Holders Reversal of Revaluation on Disposed Property, Plant and Equipment Strassferred from Investment Fund Reserve Strassfer	(1,105,151) 368,208
Fair Value through Other Comprehensive Income - - - - (1,105,151) - (1,05,151) (1,05,151) (1,05,151) (368,208
Fair Value through Other Comprehensive Income - - - - - - 388,208 - 3 Total Comprehensive Income for the Year - - 3,273,532 - (736,943) 35,906 2 3 Total Comprehensive Income for the Year - - 3,273,532 - (736,943) 35,906 2 Transactions with Equity Holders, Recognised Directly In Equity 404,131 393,395 - (1,240,596) -	
3 Total Comprehensive Income for the Year - - 3.273.532 - (736.943) 35,906 2 Transactions with Equity Holders, Recognised Directly In Equity 404,131 393,395 - (1.240,596) - <th< td=""><td>35,906</td></th<>	35,906
Transactions with Equity Holders, Recognised Directly In Equity Cash/Scrip Dividends to Equity Holders 404,131 393,395 - (1,240,596) - Reversal of Revaluation on Disposed Property, Plant and Equipment - - 376,203 (376,203) - Transferred to Statutory Reserve Fund* - - 159,460 (159,460) - - Transferred from Investment Fund Reserve - - 8,727 - (8,727) Net Gain on Disposal Equity Investments measured at fair value through Other Comprehensive Income - - 517,579 - (517,579) - 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) (6,727) Balance as at 31st December 2018 (2 + 3+ 4) 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - - 3,680,262 - - - - Total Comprehensive Income (Net of Tax) - - - 3,680,262 - -	
Cash/Scrip Dividends to Equity Holders 404,131 393,395 - (1,240,596) - - - Reversal of Revaluation on Disposed Property, Plant and Equipment - - 376,203 (376,203) - - Transferred tos Statutory Reserve Fund* - - 159,460 (159,460) - - - Transferred trom Investment Fund Reserve - - 8,727 - 6,727) Net Gain on Disposal Equity Investments measured at fair value through Other Comprehensive Income - - 517,579 - (617,579) 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (617,579) (8,727) Balance as at 01st January 2019 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - - 3,680,262 - - - Profit for the Year - - - 3,680,262 - - - - - Other Comprehensive Income (Net of Tax)	2,572,495
Reversal of Revaluation on Disposed Property, Plant and Equipment - - 376,203 (376,203) - - Transferred tos Statutory Reserve Fund* - - 159,460 (159,460) - - - Transferred tos Statutory Reserve Fund* - - - 8,727 - - (8,727) Net Gain on Disposed Equipt Investments measured at fair value through Other Comprehensive Income - - - 517,579 - (8,727) 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) - 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) - 8 alance as at 01st January 2019 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - - 3,680,262 - - - Profit for the Year - - - 177,461 - - -	
Transferred to Statutory Reserve Fund* - - 159,460 (159,460) - - - Transferred from Investment Fund Reserve - - - 8,727 - - (8,727) Net Gain on Disposal Equity Investments measured at fair value through Other Comprehensive Income - - - 517,579 - (517,579) - 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) (8,727) Balance as at 31st December 2018 (2 + 3+ 4) 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - - 3,680,262 - - - Prolit for the Year - - - 3,680,262 - - - • Actuarial Gain on Defined Benefit Obligations - - - 1177,461 - - - • Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income - - - 1,828,712 - <td>(443,070)</td>	(443,070)
Transferred from Investment Fund Reserve - - - 8,727 - (8,727) Net Gain on Disposal Equity Investments measured at fair value through Other Comprehensive Income - - 517,579 - (8,727) 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) (6,727) Balance as at 31st December 2018 (2 + 3+ 4) 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - - 3,680,262 - - - - Other Comprehensive Income (Net of Tax) - - - - 3,680,262 - - - - Net Gains on Investments in Dobt Instruments measured at Fair Value through Other Comprehensive Income - - - 1,77,461 - - -	-
Net Gain on Disposal Equity Investments measured at fair value through Other Comprehensive Income 404,131 393,395 159,460 (497,547) (376,203) (517,579) - 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) (6,727) Balance as at 31st December 2018 (2 + 3 + 4) 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - 3,680,262 - - - - Profit for the Year - - - 3,680,262 - - - • Actuarial Gain on Defined Benefit Obligations - - - 3,680,262 - - - • Net Gains on Investments in Debut Instruments measured at Fair Value through Other Comprehensive Income - - 177,461 - - -	-
Other Comprehensive Income - 517,579 - (517,579) - 4 Total Transactions with Equity Holders 404,131 393,395 159,460 (497,547) (376,203) (517,579) 8,727 Balance as at 31st December 2018 (2 + 3 + 4) 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 1 Balance as at 01st January 2019 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - - 3,680,262 - - - - Profit for the Year - - - 3,680,262 -	-
Balance as at 31st December 2018 (2 + 3 + 4) 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 1 Balance as at 01st January 2019 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 1 Balance as at 01st January 2019 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - 3,680,262 -	
1 Balance as at 01st January 2019 7,723,207 4,302,588 1,768,944 19,798,647 866,290 (1,879,301) 2,029,424 34 Total Comprehensive Income for the Year - - 3,680,262 -	(443,070)
Total Comprehensive Income for the Year - - 3,680,262 - - - Profit for the Year - - - 3,680,262 - - - Other Comprehensive Income (Net of Tax) - - - 177,461 - - - Net Gains on Investments in Debt Instruments measured at - - 177,461 - - - Net Gains on Unvestments in Debt Instruments measured at - - 1,828,712 -	34,609,799
Total Comprehensive Income for the Year Profit for the Year - - 3,680,262 - - Other Comprehensive Income (Net of Tax) - - 177,461 - - - Actuarial Gain on Defined Benefit Obligations - - 177,461 - - - Net Gains on Investments in Debt Instruments measured at - - 1,828,712 -	
Profit for the Year - - 3,680,262 - - Other Comprehensive Income (Net of Tax) - - 177,461 - - - Actuarial Gain on Defined Benefit Obligations - - 177,461 - - - Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income - - - 1,828,712 -	34,609,799
Other Comprehensive Income (Net of Tax) - Actuarial Gain on Defined Benefit Obligations - A - AT7,461 - Net Gains on Investments in Debt Instruments measured at - - 177,461 - Fair Value through Other Comprehensive Income - - - 1,828,712 -	
- Actuarial Gain on Defined Benefit Obligations 177,461 Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	3,680,262
- Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income 1,828,712 -	
Fair Value through Other Comprehensive Income - - - 1,828,712 -	177,461
- Change in Fair Value on Investments in Equity Instruments measured at	1,828,712
Fair Value through Other Comprehensive Income 289,432 -	289,432
- Net Movement of Cash Flow Hedge Reserve (62,073)	(62,073)
2 Total Comprehensive Income for the Year	5,913,794
Transactions with Equity Holders, Recognised Directly In Equity	
Cash/Scrip Dividends to Equity Holder 316,659 313,032 - (915,248) -	(285,557)
	4,389,238
Reversal of Revaluation on Disposed Property, Plant and Equipment 7,978 (7,978)	-
Transferred to Statutory Reserve Fund* - - 184,013 - - -	-
Transferred from Investment Fund Reserve - - 5,090 - - (5,090)	-
Net Gain on Disposal Equity Investments measured at fair value through Other Comprehensive Income 253,062 - (253,062) -	-
	-
Balance as at 31st December 2019 (1+2+3) 10,884,710 6,160,014 1,952,957 22,823,239 858,312 (14,219) 1,962,261 44	4,103,681

* Statutory Reserve Fund represents the statutory equipment 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	- GRO	IP (Audit	eq)					Amount ii	n Runees	Thousand
OTATEMENT OF ONANGEO IN EQUIT		Stated Capital		Guj		Other Reserves			, in our of the second se		
For the Year ended 31st December		Ordinary	Ordinary	Ctatutor	Deteined	Revaluation	FVOCI	Other	Total	Non-	Total
FOI LIE TEAL ENDEU STSL DECENIDEL		Shares	Shares	Statutor Reserve Fund		Reserve	Reserve	Reserves	Total	Controlling	Equity
		Voting	Non-Voting	Reserve Full	earnings	neserve	neserve	neserves		Interest	Equity
		voung	Non-voung							Interest	
1	Balance as at 01st January 2018	7,319,076	3,909,193	1,609,484	17,818,539	1,967,727	945,496	2,257,458	35,826,973	1,213,666	37,040,639
	Adjustment on Initial Application of SLFRS 9, Net of Tax	-		-	(121,806)	-	(1,603,743)	-	(1,725,549)	-	(1,725,549)
2	Restated Balance as at 01st January 2018	7,319,076	3,909,193	1,609,484	17,696,733	1,967,727	(658,247)	2,257,458	34,101,424	1,213,666	35,315,090
	Total Comprehensive Income for the Year										
	Profit for the Year	-	-	-	3,137,243	-	-	-	3,137,243	13,613	3,150,856
	Other Comprehensive Income (Net of Tax)										
	 Revaluation of Property, Plant and Equipment 	-	-	-	-	71,327	-	-	71,327	29,832	101,159
	 Actuarial Gain on Defined Benefit Obligations 	-	-	-	83,986	-	-	-	83,986	(142)	83,844
	- Net Losses on Investments in Debt Instruments measured at				(1.410)		(1 100 700)		(1.100.110)	(1.0.41)	(1 100 050)
	Fair Value through Other Comprehensive Income - Change in Fair Value on Investments in Equity Instruments measured at	-	-	-	(1,410)	-	(1,106,708)		(1,108,118)	(1,241)	(1,109,359)
	Fair Value through Other Comprehensive Income				-		368,208		368,208		368,208
	- Net Movement of Cash Flow Hedge Reserve	-			-	-	-	35,906	35,906		35,906
3	Total Comprehensive Income for the Year			•	3,219,819	71,327	(738,500)	35,906	2,588,552	42,062	2,630,614
_	Transactions with Equity Holders, recognised Directly In Equity										
	Cash/Scrip Dividends	404,131	393,395	-	(1,240,596)	-	-		(443,070)	(39,271)	(482,341)
	Reversal of Revaluation on Disposed Property, Plant and Equipment	-		-	376,427	(376,427)	-		-	-	-
	Transferred to Statutory Reserve Fund*	-	-	159,460	(159,460)	-	-	-	-	-	-
	Transferred from Investment Fund Reserve	-	-	-	8,727	-	-	(8,727)	-		-
	Net Gain on Disposal Equity Investments measured at										
	Fair Value through other comprehensive income	-	-	-	517,579	-	(517,579)	-	-	-	-
4	Total Transactions with Equity Holders	404,131	393,395	159,460	(497,323)	(376,427)	(517,579)	(8,727)	(443,070)	(39,271)	(482,341)
	Balance as at 31st December 2018 (2 + 3 + 4)	7,723,207	4,302,588	1,768,944	20,419,229	1,662,627	(1,914,326)	2,284,637	36,246,906	1,216,457	37,463,363
1	Balance as at 01st January 2019	7,723,207	4,302,588	1,768,944	20,419,229	1,662,627	(1,914,326)	2,284,637	36,246,906	1,216,457	37,463,363
_	Total Comprehensive Income for the Year										
	Profit for the Year	-	-	-	3,732,691	-	-	-	3,732,691	65,561	3,798,252
	Other Comprehensive Income (Net of Tax)										
	- Revaluation of Property, Plant and Equipment	-	-	-	-	60,088	-	-	60,088	25,131	85,219
	- Actuarial Gain on Defined Benefit Obligations	-	-	-	175,841	-	-	-	175,841	(678)	175,163
	- Net Gains on Investments in Debt Instruments measured at						1 000 000		1 000 000	1 405	1 000 747
	Fair Value through Other Comprehensive Income	-	-	-	-	-	1,832,262	-	1,832,262	1,485	1,833,747
	 Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income 		-				290,067	-	290,067	265	290,332
	- Reversal of FVOCI Reserve of Equity Instruments Written-off		-	-	(564)		564	-	-		-
	- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-		(62,073)	(62,073)	-	(62,073)
2	Total Comprehensive Income for the Year				3,907,968	60.088	2,122,893	(62.073)	6,028,876	91.764	6,120,640
Ľ			-	-	0,907,900	00,000	2,122,093	(02,073)	3,020,070	91,704	0,120,040

33,560,000 Voting Ordinary Shares @ Rs. 10/- each	335,600
4,000,000 Voting Ordinary shares @Rs.25/- each	100,000
92,440,000 Voting Ordinary shares @Rs.35/- each	3,235,400
2,644,068 Voting Ordinary Shares @ Rs.59/- each	156,000
43,333,333 Voting Ordinary shares @Rs.75/-each	3,250,000
3,636,268 Voting Ordinary shares @Rs.98/-each	356,354
4,490,341 Voting Ordinary shares @Rs.90/-each	404,131
4,504,394 Voting Ordinary shares @Rs.70.30/-each	316,659
62,869,468 Voting Ordinary shares @Rs.45.25/-each	2,844,844
83,560,000 Non-Voting Ordinary Shares @Rs. 12/50 each	1,044,500
40,000,000 Non-Voting Ordinary Shares @Rs. 25/- each	1,000,000
45,423,009 Non-Voting Ordinary Shares @Rs. 35/- each	1,589,805
5,859,428 Non-Voting Ordinary Shares @Rs. 58/40 each	342,191
7,152,645 Non-Voting Ordinary Shares @Rs. 55/- each	393,395
7,114,354 Non-Voting Ordinary Shares @Rs. 44/- each	313,031
63,036,478 Non-Voting Ordinary Shares @Rs. 24/50 each	1,544,394
Less: Issue Expenses	(181,580)
	17,044,72

Balance as at 31st December 2019 (1 + 2 + 3)	10,884,710	6,160,014	1,952,957	23,494,184	1,714,728	(44,601)	2,217,474	46,379,466	1,264,588	47,644,054
3 Total Transactions with Equity Holders	3,161,503	1,857,426	184,013	(833,013)	(7,987)	(253,168)	(5,090)	4,103,684	(43,633)	4,060,051
fair value through Other Comprehensive Income		-	-	253,168	-	(253,168)	-	-	-	-
Transferred from Investment Fund Reserve Net Gain on Disposal Equity Investments measured at	-		-	5,090	-	-	(5,090)	-	-	-
Transferred to Statutory Reserve Fund*	-	-	184,013	(184,013)	-	-	-	-	-	-
Reversal of Revaluation on Disposed Property, Plant and Equipment	-	-	-	7,984	(7,987)	-	-	-		-
Rights Issue	2,844,844	1,544,394	-	-	-	-	-	4,389,238	-	4,389,238
Cash/Scrip Dividends	316,659	313,032	-	(915,242)	-	-	-	(285,554)	(43,633)	(329,187)
Transactions with Equity Holders, recognised Directly In Equity										

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

SEGMENT REPORTING - GROUP (Audited) Amount in Rupees Tho							Thousand				
	BAN	KING	TREAS	URY	PROPERTY/IN	IVESTMENTS	ENTS UNALLOCATED/ELIMINATIONS T			OTAL	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	
Interest Income	44,354,198	39,433,269	8,149,517	7,564,222	27,987	46,053	2,899,177	2,186,836	55,430,879	49,230,380	
Interest Expense	30,653,923	26,577,198	5,882,915	4,902,821	801	2,962	(49,557)	(42,688)	36,488,082	31,440,293	
Net Interest Income	13,700,275	12,856,071	2,266,602	2,661,401	27,186	43,091	2,948,734	2,229,524	18,942,797	17,790,087	
Fee and Commission Income	4,411,155	4,207,091	7,282	7,967		-	38,672	36,750	4,457,109	4,251,808	
Fee and Commission Expense	198,864	170,603	25,690	27,670		331	-		224,554	198,604	
Net Fee And Commission Income	4,212,291	4,036,488	(18,408)	(19,703)		(331)	38,672	36,750	4,232,555	4,053,204	
Net Interest, Fee And Commission Income	17,912,566	16,892,559	2,248,194	2,641,698	27,186	42,760	2,987,406	2,266,274	23,175,352	21,843,291	
Net Gains/(Losses) from Trading	-	-	(497,595)	961,832	1,585	(198)			(496,010)	961,634	
Net Gains from Derecognition of Financial Assets			320,472	51,936		-			320,472	51,936	
Other Operating Income (Net)	214,631	131,355	1,350,554	(313,441)	322,706	364,280	(244,092)	166,641	1,643,799	348,835	
Inter Segment Revenue	(185,939)	(240,202)	105,396	162,148		-	80,543	78,054	-		
Total Operating Income	17,941,258	16,783,712	3,527,021	3,504,173	351,477	406,842	2,823,857	2,510,969	24,643,613	23,205,696	
Depreciation and Amortisation Charge for the year	398,188	329,537	11,847	2,446	890	921	498,944	476,964	909,869	809,868	
Depreciation - Right-of-use Assets and Lease Expense	473,310	704,207	-			-	(41,127)	(226,906)	432,183	477,301	
Impairment Charge For the year	3,848,468	3,547,746	34,250	(75,174)	(16)	60	16	2,563	3,882,718	3,475,195	
Additional gratuity expense	-	-	-			-	81,212	1,134,771	81,212	1,134,771	
Operating Expenses, VAT, NBT & DRL	10,855,834	9,010,818	957,728	1,008,195	94,801	79,978	2,162,158	2,522,446	14,070,521	12,621,437	
Reportable Segment Profit Before Income Tax	2,365,458	3,191,404	2,523,196	2,568,706	255,802	325,883	122,654	(1,398,869)	5,267,110	4,687,124	
Income Tax Expense									1,468,858	1,536,268	
Profit For The Year									3,798,252	3,150,856	
Profit Attributable To:											
Equity Holders of The Bank									3,732,691	3,137,243	
Non-Controlling Interests									65,561	13,613	
Profit For The Year									3,798,252	3,150,856	
Other Comprehensive Income, Net of Income Tax									2,322,388	(520,242)	
Other Information											
Reportable Segment Assets	380,038,661	325,748,146	111,573,070	119,264,746	5,772,164	5,641,053	26,379,927	25,604,152	523,763,822	476,258,097	
Segment Accumulated Amortisation	(1,799,351)	(1,540,992)	(46,798)	(43,631)	(3,254)	(2,371)	(5,383,150)	(5,009,607)	(7,232,553)	(6,596,601)	
Total Assets	378,239,310	324,207,154	111,526,272	119,221,115	5,768,910	5,638,682	20,996,777	20,594,545	516,531,269	469,661,496	
Reportable Segment Liabilities & Equity	398,777,673	359,738,993	61,975,807	61,449,330	5,768,910	5,638,682	50,008,879	42,834,491	516,531,269	469,661,496	
Total Liabilities & Equity	398,777,673	359,738,993	61,975,807	61,449,330	5,768,910	5,638,682	50,008,879	42,834,491	516,531,269	469,661,496	
Cash Flows From Operating Activities	(12,001,658)	9,434,292	2,569,293	2,495,978	183,991	174,892	468,109	206,366	(8,780,265)	12,311,528	
Cash Flows From Investing Activities	(492,086)	311,371	4,951,502	(3,421,760)	(80,110)	(908,536)	(950,309)	(567,077)	3,428,997	(4,586,002)	
Cash Flows From Financing Activities	(748,544)	-	1,153,780	2,013,309	(147,965)	(133,168)	4,408,991	(277,845)	4,666,262	1,602,296	
Capital Expenditure	(498,398)	(607,899)	(6,913)	(37,988)	(72,623)	(21,082)	(1,002,318)	(557,746)	(1,580,252)	(1,224,715)	
				-						-	

5. Stated Capital as at December 31, 2019

6. Basic/Diluted Earnings per Share Basic Earnings per share has been calculated by dividing profit after tax attributable to the equity holders of the Bank by the weighted average number of shares in issue (both Voting & Non-voting) during the year ended December 31, 2019. 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 31st December 2018 has been restated based on the no of shares issued for scrip dividend 2018, and the right issue in 2019 as per Sri Lanka Accounting Standard (LKAS 33)-"Earnings per Share".

7. Events after the Reporting Date

Proposed Final Dividend

The Board of Directors of the Bank recommended a first and final dividend of Rs. 2.00 per share on both voting and non-voting shares of the Bank for the financial year ended 31st December 2019, to be paid in the form of a cash dividend of Rs. 1.00 per share and a scrip dividend of Rs. 1.00 per share (Rs. 2.50 per share was paid for the year ended 31st December 2018 by way of Rs. 0.50 per share cash dividend and Rs. 2.00 per share scrip dividend).

The said dividend is subject to the approval of the shareholders at the Annual General Meeting of the Bank to be held on 30th March 2020. This proposed final dividend has not been recognized as a liability as at 31st December 2019.

Other Matters

Redemption of Debentures 2014/2019 18,665,500 debentures of LKR 100/- each amounting to LKR 1,866,550,000/- which were allotted on 23rd December 2014 were redeemed on 23rd December 2019.

Gratuity Liability ii.

The Bank has not recognized an additional gratuity liability in the financial statement for ex-employees who have not entered into the "Memorandum of Settlement (MOS)" with the Bank for the conformant of the additional gratuity and giving the right to settle the said liability by utilizing proceeds expected from disposal of shares held by share trust companies, as the establishment of the liability is contingent upon the date of signing the "Memorandum of Settlement" and the prevailing Share Prices as at that date of signing. If the above uncertainties are resolved, the Bank estimates an additional cash outflow of Rs.150 Mn. (net of tax).

iii. Corporate Income Tax rate

It has been proposed to reduce income tax rate on companies from 28% to 24% pending formal approval from the Parliament as an amendment to the Inland Revenue Act No. 24 of 2017, as it is not considered as substantially enacted and therefore, the tax rate adapted for the computation of deferred tax remains at 28%.

iv. Sri Lanka Development Bonds as an exempt income for income tax computation

As instructed by the Ministry of Finance on 31st January 2020, and clarified by the Inland Revenue Department on 12th February 2020, the exemption granted to interest on sovereign bonds with effect from 01st of April 2018 includes interest on Sri Lanka Development bonds. Accordingly interest from Sri Lanka Development Bonds has been treated as exempt income in the provisional tax computation

v. Rights Issue

The Bank's Rights Issue of Ordinary Voting Shares and Ordinary Non-voting shares during the quarter was fully subscribed. 62,869,468 new ordinary voting shares at Rs.45.25 per share (proportion of one (01) new ordinary voting share for every existing three (03) ordinary voting shares) and 63,036,478 new ordinary non-voting shares at Rs.24.50 per share {in the proportion of one (01) new ordinary non-voting share for every existing three (03) ordinary non-voting shares} were allotted to the respective subscribers on 10th December 2019. The shares were listed on the Colombo Stock Exchange on 20th December 2019.

Utilization of funds raised through the Rights Issue

Objective Number	Objective as per Circular to Shareholders	Proposed date of utilization as per the Circular	Amount allocated as per the Issue Circular LKR	Amount allocated from proceeds LKR(A)	% of total proceeds	Amount utilized in LKR (B)	% of Utilized against allocation (B/A)	Details, if not fully utilized
1	To strengthen the Capital Adequacy	With effect from the Date of Allotment *	4 000 D-	1000 5	400	1000 5	100	N/A
2	To support business growth, expansion and strengthen the Balance sheet	Within 6 months from the date of the allotment.	4.389 Bn	4.389 Bn	100	4.389 Bn	100	N/A

*Incorporated for the Capital Adequacy as at 31.12.2019

9. Comparative Figures

Comparative figures have been re-stated/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 for in these Interim Accounts.

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