SEYLAN BANK PLC FINANCIAL STATEMENTS Year ended 31st December, 2013

| | | Bank | | | Bank | | | Group | | | Group | - |
|---|------------|--------------|----------|-----------|--------------|----------|------------|-------------|----------|-----------|--------------|---------|
| | | For the yea | r | Fo | or the Quart | er | | For the yea | r | | For the Quar | |
| | End | ed 31st Dece | mber | Ender | d 31st Dece | mber | Ende | d 31st Dece | mber | End | led 31st Dec | embber |
| | 2013 | 2012 | Growth | 2013 | 2012 | Growth | 2013 | 2012 | Growth | 2013 | 2012 | Growth |
| | | Restated | % | | Restated | % | | Restated | % | | Restated | % |
| Interest Income | 24,969,576 | 21,134,057 | 18.15 | 6,710,068 | 5,833,578 | 15.02 | 24,976,485 | 21,134,559 | 18.18 | 6,712,894 | 5,837,553 | 14.99 |
| Less: Interest Expense | 15,139,734 | 12,119,615 | 24.92 | 3,727,460 | 3,619,721 | 2.98 | 15,115,430 | 12,100,997 | 24.91 | 3,721,752 | 3,616,725 | 2.90 |
| Net Interest Income | 9,829,842 | 9,014,442 | 9.05 | 2,982,608 | 2,213,857 | 34.72 | 9,861,055 | 9,033,562 | 9.16 | 2,991,142 | 2,220,828 | 34.69 |
| Fee and Commission Income | 2,208,628 | 1,760,335 | 25.47 | 605,987 | 468,796 | 29.26 | 2,208,342 | 1,760,103 | 25.47 | 605,701 | 426,012 | 42.1 |
| Less: Fee and Commission Expense | 81,294 | 65,645 | 23.84 | 20,253 | 17,180 | 17.89 | 87,931 | 71,425 | 23.11 | 22,057 | 18,884 | 16.8 |
| Net Fee and Commission Income | 2,127,334 | 1,694,690 | 25.53 | 585,734 | 451,616 | 29.70 | 2,120,411 | 1,688,678 | 25.57 | 583,644 | 407,128 | 43.3 |
| Vet Trading Income | 78,851 | 83,188 | (5.21) | 138,018 | 71,620 | 92.71 | 79,002 | 80,188 | (1.48) | 137,864 | 68,620 | 100.9 |
| Net Gain from Financial Investments | 190,268 | 5,773 | 3,195.83 | 159,702 | 3,886 | 4,009.68 | 190,268 | 5,773 | 3,195.83 | 159,702 | 3,886 | 4,009.6 |
| Net Exchange Income | 476,014 | 567,516 | (16.12) | 144,619 | 119,088 | 21.44 | 476,014 | 567,516 | (16.12) | 144,619 | 119,088 | 21.4 |
| Other Operating Income (Net) | 167,641 | 175,123 | (4.27) | 47,198 | 19,377 | 143.58 | 216,181 | 243,141 | (11.09) | 58,161 | 44,843 | 29.7 |
| | 912,774 | 831,600 | 9.76 | 489,537 | 213,971 | 128.79 | 961,465 | 896,618 | 7.23 | 500,346 | 236,437 | 111.62 |
| Total Operating Income | 12,869,950 | 11,540,732 | 11.52 | 4,057,879 | 2,879,444 | 40.93 | 12,942,931 | 11,618,858 | 11.40 | 4,075,132 | 2,864,393 | 42.2 |
| Less: Impairment for Loans and Other Losses - Charges/(Reversal) | | | | | | | | | | | | |
| Individual Impairment | 1,305,790 | 574,671 | 127.22 | 661,547 | 166,789 | 296.64 | 1,305,790 | 574,671 | 127.22 | 661,547 | 166,789 | 296.6 |
| Collective Impairment | (92,572) | (162,769) | 43.13 | 54,077 | (67,916) | 179.62 | (92,572) | (162,769) | 43.13 | 54,077 | (67,916) | 179.6 |
| Others | 147,951 | 161,773 | (8.54) | 45,394 | (153,771) | 129.52 | 148,899 | 161,773 | (7.96) | 46,342 | (153,771) | |
| | 1,361,169 | 573,675 | 137.27 | 761,018 | (- ,) | 1,486.24 | 1,362,117 | 573,675 | 137.44 | 761,966 | (54,898) | · · · |
| Net Operating Income | 11,508,781 | 10,967,057 | 4.94 | 3,296,861 | 2,934,342 | 12.35 | 11,580,814 | 11,045,183 | 4.85 | 3,313,166 | 2,919,291 | 13.4 |
| Personnel Expenses | 3,675,299 | 3,244,854 | 13.27 | 1,028,207 | 833,668 | 23.34 | 3,698,538 | 3,273,232 | 12.99 | 1,031,372 | 844,140 | 22.1 |
| Depreciation and Amortisation | 539,822 | 547,906 | (1.48) | 112,369 | 158,211 | (28.98) | 575,874 | 605,763 | (4.93) | 105,556 | 172,647 | (38.8 |
| Other Expenses | 3,090,985 | 3,298,583 | (6.29) | 732,272 | 1,110,494 | (34.06) | 3,061,271 | 3,254,980 | (5.95) | 730,637 | 1,065,065 | (31.4 |
| | 7,306,106 | 7,091,343 | 3.03 | 1,872,848 | 2,102,373 | (10.92) | 7,335,683 | 7,133,975 | 2.83 | 1,867,565 | 2,081,852 | (10.2 |
| Operating Profit before Taxes | 4,202,675 | 3,875,714 | 8.44 | 1,424,013 | 831,969 | 71.16 | 4,245,131 | 3,911,208 | 8.54 | 1,445,601 | 837,439 | 72.6 |
| /alue Added Tax (VAT) on Financial Services | 748,640 | 676,356 | 10.69 | 238,812 | 63,485 | 276.17 | 748,640 | 676,356 | 10.69 | 238,812 | 63,485 | 276.1 |
| Profit before Taxes | 3,454,035 | 3,199,358 | 7.96 | 1,185,201 | 768,484 | 54.23 | 3,496,491 | 3,234,852 | 8.09 | 1,206,789 | 773,954 | 55.9 |
| Tax Expenses | 1,138,496 | 1,135,160 | 0.29 | 405,618 | 302,839 | 33.94 | 1,144,446 | 1,144,202 | 0.02 | 393,308 | 307,450 | 27.9 |
| Profit for the period | 2,315,539 | 2,064,198 | 12.18 | 779,583 | 465,645 | 67.42 | 2,352,045 | 2,090,650 | 12.50 | 813,481 | 466,504 | 74.3 |
| Attributable to: | | | | | | | | | | | | |
| Owners of the Parent | | | | | | | 2,326,148 | 2,074,584 | 12.13 | 797,152 | 466,090 | 71.0 |
| Von-Controlling Interest | | | | | | | 25,897 | 16,066 | 61.19 | 16,329 | 414 | 3,844.2 |
| Profit for the period | 2,315,539 | 2,064,198 | 12.18 | 779,583 | 465,645 | 67.42 | 2,352,045 | 2,090,650 | 12.50 | 813,481 | 466,504 | 74.3 |
| | | | | | | | | | | | | |

| BANK DROUP ah Pars from Operaling Activities there is Recipts and Communications and Comm | 2013 | | · · | | |
|--|--|---|--|--|--|
| BANK ORDUP ah Peer Sen Operating Activities Inter Il Rockyts and Peer Sen Operating Activities 2813 2812 28133 2813 2813 | CASH FLOW STATEMENT | | | | Rs. '000 |
| A Fors from Querating Activities there Results and Results after Results afte | | B/ | ANK | GF | |
| Inters Receipts 22,815,838 19,863,245 22,826,488 19,863,245 and Commission Receipts 22,865,838 17,603,450 (14,338,215) (14,34,915) and Commission Receipts 22,866,281 17,603,480 (17,834,4915) (17,834,4915) and Commission Receipts (13,332,15) 17,603,480 (17,834,4915) (17,834,4915) and Payments Dimory Departup Activities (17,335,716) (17,144,1777) (17,144,1777) and Payments Dimory Departup Activities (17,246,822) (18,837,174) (17,148,1777) and Recended Activities (17,246,822) (18,837,174) (17,148,1777) and Recended Activities (18,866,055) (17,203,822) (18,77,174) (18,77,174) and Second Activity Activities (12,005,741) (18,666,055) (12,005,741) (18,666,055) (17,303,821) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11,74,172,835) (11 | or the year ended 31st December | 2013 | 2012 | 2013 | 2012 |
| Corress ID Operating Asset: (12,006,741) (18,666,095) (12,006,741) (18,060,095) points Heid tor Repairulatory or Monard purposes (12,006,741) (18,066,095) (12,006,741) (18,060,095) points Heid tor Repairulatory or Monard purposes (12,006,741) (18,060,095) (12,006,741) (18,060,095) points Heid tor Repairulatory or Monard purposes (12,006,741) (18,060,095) (12,006,741) (18,060,095) (12,006,741) (18,060,095) (12,006,741) (18,060,095) (12,006,741) (18,060,095) (12,006,741) (18,060,095) (17,08,55) (17,08,55) (17,08,55) (17,08,55) (17,08,55) (17,08,55) (16,4,986) (17,08,55) (16,4,986) (17,08,55) (16,4,986) (17,08,55) (16,4,986) (17,08,55) (16,4,986) (17,08,55) (16,4,986) (17,08,55) (16,4,986) (16,4,2,2,2) 18,382 (16,4,2,2,2) 18,382 (16,4,2,2,2) 18,382 (16,4,2,2,2) 18,382 (16,4,2,2,2) 18,382 (16,4,2,2,2) 18,382 (16,4,5,4,5,5) (10,5,7,4) (16,6,7,4,1) (16,7,2,7,2) 18,382 (16 | terest Receipts es and Commission Receipts terest Payments ading Income sceipts from Other Operating Activities sh Payments to Employees and Suppliers | 2,208,628 (14,339,219) 603,629 53,765 (7,365,018) | 1,760,335 (11,653,406) 363,917 102,706 (6,449,714) | 2,208,342 (14,314,915) 603,780 117,184 (7,340,832) | 19,863,565 1,760,103 (11,634,788) 363,917 177,626 (6,416,398) (71,425) |
| ans & R.extenables (Avianced Di)Repaid by Customers (12.006,741) (18.868,095) (12.006,741) (18.268,045) projis Held for Regulatory of Monety Outrol Purposes (12.006,741) (18.868,095) (12.006,741) (18.868,095) projis Held for Regulatory of Monety Outrol Purposes (12.006,741) (18.868,095) (12.006,741) (18.868,095) (12.006,741) (18.868,095) (12.006,741) (18.868,095) (12.006,741) (18.868,095) (17.085) (14.174,152) (18.869,095) (17.085) (14.174,152) (18.869,095) (17.085) (14.174,152) (18.869,095) (17.085) (14.174,152) (18.97,03) (10.57,44) (18.57,33) (10.57,44) (18.57,33) (10.57,44) (18.57,35) (10.57,44) (18.57,35) (10.57,44) (18.57,35) (10.57,44) (18.98,030) 21.058,141 (19.86,0468) (10.45,048) | erating Profit before Changes in Operating Assets & Liabilities | 4,700,080 | 3,921,438 | 4,812,126 | 4,042,600 |
| posits form(Windrawis by Distormers 18,860,309 21,058,174 18,860,309 21,058,174 posits form(services of Deposit sh (Used in)Generated from Operations 13,060,485 6,599,746 13,172,531 6,559,576 come Tax Paid intribution Paid into Employees Retirement Benefit Plan/Employees (16,4366) (170,856) (164,366) (170,856) (164,366) sh Flows from Investing Activities 12,802,876 6,339,016 12,914,922 6,386,12 set flow from Sale Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds Maturing after of months (17,370) - - - verse Requirchase Agreements Maturing After 03 Months urden Income (10,412,778) 1,588,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,442,778) 1,938,924 (10,442,778) 1,938,924 (10,442,778) 1,938,924 (10,442,778) 1,938,924 (10,442,124) 1,938,934 (16,721,720) (13,1) (14,456) (19,212,120) (13,1) (14,145,166) (19,212,120) (13,1) (14,145,166) (19,212,10) (15 | ans & Receivables (Advanced to)/Repaid by Customers | | | | (18,757,278) (957,933) |
| Intribution Paid into Employees Retirement Banefit Plan/Employees (86,753) (105,744) (86,753) (105,744) It Gash (Used in)/Generated from Operating Activities 12,802,876 6,339,016 12,914,822 6,388,0 sh Flows from Investing Activities (7,370) - - - - vestment in Subsidiary Company idend Income (7,370) 2- - - - Vestment in Subsidiary Company idend Income (7,370) 2- - - - Vestment in Subsidiary Company idend Income (10,412,778) 1,938,924 (10,492,124) 1,938,924 (10,412,778) 1,938,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,412,778) 1,938,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,412,778) 1,938,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,412,778) 1,938,924 (10,492,124) 1,938,924 (10,492,124) 1,938,924 (10,427,78) 1,938,924 (10,492,124) 1,538,620 (14,444,456) </td <td>iposits from/(Withdrawals by) Čustomers gotiable Certificates of Deposit sh (Used in)/Generated from Operations</td> <td>883,361 13,060,485</td> <td>1,174,162 6,509,746</td> <td>883,361 13,172,531</td> <td>21,058,174 1,174,162 6,559,725</td> | iposits from/(Withdrawals by) Čustomers gotiable Certificates of Deposit sh (Used in)/Generated from Operations | 883,361 13,060,485 | 1,174,162 6,509,746 | 883,361 13,172,531 | 21,058,174 1,174,162 6,559,725 |
| sh Flows from Investing Activities wetment in Subsidiary Company widend Income IP roceeds from Sale, Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity and Purchase of Financial Investments of Shares & Debentures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturities IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity and Purchase of Financial Investment Structures IP roceeds from Sale Maturity | | | | | (64,986) (105,847) |
| estement in Subsidiary Company vidend frozends from Sale, Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds Muturing after 03 months were Repurchase Agreements Maturing After 03 Months It Proceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures (10,412,778) It Proceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures (10,412,778) It Proceeds from Sale, Maturity and Purchase of Financial Investments of Shares & Debentures (10,412,778) It Proceeds from Sale Administry and Purchase of Financial Investments of Shares & Debentures (10,412,778) It Proceeds from Sale Administry and Purchase of Financial Investments of Shares & Debentures (12,338,621) It Ads 4566 (99,514) (14,45,456) (99,514) (14,45,456) (99,514) (14,45,456) (99,514) (14,45,456) (99,514) (14,45,456) (199,514) (14,45,456) (199,514) (14,45,456) (199,514) (14,230) B1,419 It 29,275 3,00 (133,140) (133,245) (12,413,459) It 351,42 (12,338,621) It,549,295 (12,413,459) It 351,42 (12,338,621) It,549,295 (12,413,459) It 351,42 (12,338,621) It 364,236 (12,376) It 4,2376) It 4,2376) It Acash (Used in)/Generated from Investing Activities trease (Decrease) in Debentures (ademption of Preference Shares (ademption of Preference Shares (ademption of Preference Shares (ademption of Preference Shares (ademption of Preference Shares (add) - Preference | et Cash (Used in)/Generated from Operating Activities | 12,802,876 | 6,339,016 | 12,914,922 | 6,388,892 |
| vidend income 40,954 22,724 23,699 15,5 H brockeds from Sale Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds (10,412,778) 1,938,924 (10,492,124) 1,938,924 Maturing after 03 months (21,213) (23,133) (21,213) (23,133) (21,1445,456) Verso Repurchase Agreements Maturing After 03 Months (10,412,778) 1,938,924 (10,492,124) 1,938,924 (11,445,456) (29,514) (1,445,456) (27,102) (39,77) Overder From Sale Of Proper VP, Plant & Equipment, Lassehold Rights & Intangible Assets (657,040) (333,845) (672,102) (39,7) Overder From Sale Of Proper VP, Plant & Equipment, Lassehold Rights & Intangible Assets (14,45,456) (12,338,621) 1,445,100 81,419 Overder From Sale Of Investiment Properties - - - - - provements to Investiment Properties - - - - - task (Used in)/Generated from Investimed Activities (1,573,605) 2,031,640 (1,573,605) 2,031,640 (1,573,605) caraller Corrasay in Debentures (42,376) - - - - - identified of Preference Shares (33,5134) (366,207) (343,145) - | ish Flows from Investing Activities | | | | |
| Sh Flows from Financing Activities 2,031,640 (1,573,605) 2,031,640 (1,573,605) 2,031,640 (1,573,605) 2,031,640 (1,573,615) 2,031,640 (1,573,615) 2,031,640 (1,573,615) 2,031,640 (1,573,615) 2,031,640 (1,573,615) 2,031,640 (1,573,615) 2,031,640 (1,573,615) 2,031,640 (1,573,613) 899,115 (5,735,443) 899,115 (5,735,443) 899,115 (5,735,443) 899,115 (5,735,443) 899,115 (5,735,443) 899,115 (5,735,413) 899,115 (5,732,413) 899,115 (5,732,413) 899,115 (5,732,413) 899,115 (5,732,413) 899,115 (5,732,413) (386,207) (143,413) (386,207) (343,113) (356) (356) (356) (356) (356) (356) (356) (356) (356,207) (343,113) (356,207) (343,113) (356,207) (343,113) (356,207) (343,119) (358,207) (343,119) (358,207) (343,119) (358,207) (343,119) (358,207) (343,119) (358,210) (358,210)< | vidend Income tt Proceeds from Sale,Maturity and Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds Maturing after 03 months verse Repurchase Agreements Maturing After 03 Months t Proceeds from Sale,Maturity and Purchase of Financial Investments of Shares & Debentures vichase Of Property, Plant & Equipment, Leasehold Rights & Intangible Assets oceeds from Sale of Investment Properties deeds from Sale of Investment Properties | 40,954 (10,412,778) (31) (1,445,456) (657,040) | 1,938,924 (413) (99,514) (393,845) | (10,492,124) (31) (1,445,456) (672,102) 143,280 | 15,822 1,938,924 (413) (109,515) (397,749) 81,419 3,000 (32) |
| crease/(Decrease) in Dentures 2,031,640 (1,573,605) 2,031,640 (1,573,605) curities yold under Repurchase Agreements 5,881,934 (11,874) 899,115 (5,735,443) vidends Paid - Ordinary Shares 5,872,934 (11,874) (366,853) (335,134) (366,207) (343,0135) vidends Paid - Ordinary Shares (335) (335,134) (366,207) (343,0135) vidends Paid - Preference Shares 8,918,056 82,879 8,917,986 82,279 et Cash (Used in)/Generated from Financing Activities 8,918,056 82,879 8,917,986 82,47 sh & Cash Equivalents at beginning of the Year 9,481,018 9,398,139 9,481,119 9,398,739 sh and Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554,281 sh and Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554,281 sh and Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554,281 sh and Cash Equivalents 5,729,460 173,028 5,729,460 173,028 | t Cash (Used in)/Generated from Investing Activities | (12,338,621) | 1,549,295 | (12,413,459) | 1,531,456 |
| It Increase/(Decrease) in Cash & Cash Equivalents 8,918,056 82,879 8,917,986 82,279 sh & Cash Equivalents at beginning of the Year 9,481,018 9,398,139 9,481,119 9,398,739 sh & Cash Equivalents at beginning of the Year 9,481,018 9,398,139 9,481,119 9,398,739 sh & Cash Equivalents at end of the Period 18,399,074 9,461,018 18,399,105 9,481,119 sh and Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554,481 sh and Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554,281 currites Purchased under Reseal Agreements Maturing with in 03 months 5,729,460 173,028 5,729,460 173,028 | crease/(Decrease) in Debentures demption of Preference Shares curities Sold under Repurchase Agreements crease/(Decrease) in Other Borrowings vidends Paid - Ordinary Shares | - 899,115 5,891,934 (368,853) | (42,376) (5,735,443) (118,874) | 899,115 5,872,010 (386,207) | (1,573,605) (42,376) (5,735,443) (143,469) (343,036) |
| sh & Cash Equivalents at beginning of the Year 9,481,018 9,398,139 9,481,119 9,398,739 sh & Cash Equivalents at end of the Period 18,399,074 9,481,018 9,398,139 9,481,119 9,398,739 sh & Cash Equivalents at end of the Period 18,399,074 9,481,018 9,481,018 9,481,018 9,481,018 sconciliation of Cash & Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554, 5,519,216 2,753,609 6,519,216 2,753,609 6,519,216 2,753,609 6,519,216 2,753,609 173,028 5,729,460 | et Cash (Used in)/Generated from Financing Activities | 8,453,801 | (7,805,432) | 8,416,523 | (7,837,929) |
| conciliation of Cash & Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554,481 sh and Cash Equivalents 6,519,216 2,753,609 6,519,216 2,753,609 6,519,216 2,753,609 6,519,216 2,753,609 6,519,216 2,753,609 173,1028 173,028 17 | | | | | 82,419 9,398,700 |
| sh and Cash Equivalents 6,150,398 6,554,381 6,150,429 6,554, 0,519,216 vernment of Sri Lanka Treasury Bills/Bonds Maturing within 03 Months 6,519,216 2,753,609 6,519,216 2,753, 0,519,216 2,753,609 173,028 curities Purchased under Resale Agreements Maturing with in 03 months 5,729,460 173,028 5,729,460 173,028 | ish & Cash Equivalents at end of the Period | 18,399,074 | 9,481,018 | 18,399,105 | 9,481,119 |
| | sh and Cash Equivalents overnment of Sri Lanka Treasury Bills/Bonds Maturing within 03 Months | 6,519,216 5,729,460 | 2,753,609 173,028 | 6,519,216 5,729,460 | 6,554,482 2,753,609 173,028 9,481,119 |

STATEMENT OF COMPREHENSIVE INCOME

NOOME STATEMENT

| | | Bank | | | Bank | | | Group | | | Group | | | |
|---|-----------|------------------|----------|------------|-------------------------------------|------------|-----------|----------------------------------|----------|-----------|-------------------------------------|-----------|--|--|
| | For the y | ear Ended 31st D |)ecember | For the Qu | For the Quarter Ended 31st December | | | For the year Ended 31st December | | | For the Quarter Ended 31st December | | | |
| | 2013 | 2012 | Growth % | 2013 | 2012 | Growth % | 2013 | 2012 | Growth % | 2013 | 2012 | Growth % | | |
| | | Restated | | | Restated | | | Restated | | | Restated | | | |
| Profit for the Period | 2,315,539 | 2,064,198 | 12.18 | 779,583 | 465,645 | 67.42 | 2,352,045 | 2,090,650 | 12.50 | 813,481 | 466,504 | 74.38 | | |
| Other Comprehensive Income, Net of Tax | | | | | | | | | | | | | | |
| Revaluation of Property, Plant and Equipment. | 150,606 | 48,051 | 213.43 | 150,606 | (4,749) | 3,271.32 | 1,078,365 | 48,051 | 2,144.21 | 1,078,365 | (4,749) | 22,807.20 | | |
| Deferred Tax on Revaluation | (9,172) | - | - | (9,172) | - | - | (269,622) | | - | (269,622) | - | | | |
| Actuarial Gain on Defined Benefit Obligations | 5,240 | 68,384 | (92.34) | 5,240 | 68,384 | (92.34) | 4,667 | 72,220 | (93.54) | 4,667 | 72,220 | (93.54 | | |
| Net Change of Financial Assets Measured at Fair Value | | | | | | | | | | | | | | |
| through Other Comprehensive Income: | | | | | | | | | | | | | | |
| Net Change in Fair Value on Available-for-Sale | | | | | | | | | | | | | | |
| Financial Assets | 881,357 | (249,905) | 452.68 | 702,274 | (60,033) | 1,269.81 | 881,357 | (249,905) | 452.68 | 702,274 | (57,033) | 1,331.35 | | |
| Net Amount Transferred to Profit or Loss on | | | | | | | | | | | | | | |
| Available-for-Sale Financial Assets | (114,701) | (5,773) | 1,886.85 | (84,135) | (3,886) | 2,065.08 | (114,701) | (5,773) | 1,886.85 | (84,135) | (3,886) | 2,065.08 | | |
| Other Comprehensive Income for the | | | | | | | | | | | | | | |
| Period, Net of Taxes | 913,330 | (139,243) | 755.93 | 764,813 | (284) | 269,400.35 | 1,580,066 | (135,407) | 1,266.90 | 1,431,549 | 6,552 | 21,749.04 | | |
| Total Comprehensive Income for the Period | 3,228,869 | 1,924,955 | 67.74 | 1,544,396 | 465,361 | 231.87 | 3,932,111 | 1,955,243 | 101.11 | 2,245,030 | 473,056 | 374.58 | | |
| Attributable to: | | | | | | | | | | | | | | |
| Owners of the Parent | | | | | | | 3,585,047 | 1,937,329 | 85.05 | 1,907,534 | 469,350 | 306.42 | | |
| Non-Controlling Interest | | | | | | | 347,064 | 17,914 | 1,837.39 | 337,496 | 3,706 | 9,006.50 | | |
| Profit for the Period | 3,228,869 | 1,924,955 | 67.74 | 1,544,396 | 465,361 | 231.87 | 3,932,111 | 1,955,243 | 101.11 | 2,245,030 | 473,056 | 374.58 | | |

STATEMENT OF FINANCIAL POSITION

| | | Bank | | | | Gr | oup | |
|--|-----------------------|---------------------------------|----------------|---------------------------------|-----------------------|---------------------------------|----------------|---------------------------------|
| Assets | As at 31.12.2013 | As at 31.12.2012 Restated | Growth % | As at 31.12.2011 Restated | As at 31.12.2013 | As at 31.12.2012 Restated | Growth % | As at 31.12.2011 Restated |
| Cash and Cash Equivalents | 5,180,195 | 6,554,381 | (20.97) | 4,550,203 | 5,180,226 | 6,554,482 | (20.97) | 4,550,764 |
| Balances with Central Bank of Sri Lanka | 7,505,185 | 8,028,661 | (6.52) | 7,070,728 | 7,505,185 | 8,028,661 | (6.52) | 7,070,728 |
| Placements with Banks and Finance Companies | 970,203 | - | - | - | 970,203 | - | - | - |
| Derivative Financial Instruments | 287,210 | 51,281 | 460.07 | 74,746 | 287,210 | 51,281 | 460.07 | 74,746 |
| Other Financial Assets Held-for-Trading | 11,183,843 | 2,460,272 | 354.58 | 5,243,565 | 11,191,770 | 2,468,151 | 353.45 | 5,244,443 |
| Securities Purchased under Resale Agreements | 5,729,904 | 173,441 | 3,203.66 | 3,313,690 | 5,729,904 | 173,441 | 3,203.66 | 3,313,690 |
| Customer Loans and Receivables | 136,552,857 | 124,728,371 | 9.48 | 106,390,440 | 136,552,857 | 124,728,371 | 9.48 | 106,390,440 |
| Financial Investments - Available-for-Sale | 14,001,964 | 11,358,103 | 23.28 | 11,886,589 | 14,001,964 | 11,358,103 | 23.28 | 11,886,589 |
| Financial Investments - Held-to-Maturity | 24,050,862 | 19,822,966 | 21.33 | 17,665,169 | 24,130,160 | 19,822,966 | 21.73 | 17,665,169 |
| nvestment in Subsidiary | 800,624 | 793,254 | 0.93 | 793,254 | - | - | - | - |
| Group Balances Receivable | 15,000 | 60,687 | (75.28) | 15,688 | - | - | - | - |
| Property, Plant & Equipment | 2,887,204 | 2,391,536 | 20.73 | 2,371,254 | 4,460,001 | 3,041,903 | 46.62 | 3,047,966 |
| Leasehold Rights | 48,286 | 39,596 | 21.95 | 39,909 | 618,847 | 617,567 | 0.21 | 625,290 |
| Investment Properties | 114,429 | 237,629 | (51.85) | 237,629 | 1,043,942 | 1,203,380 | (13.25) | 1,226,546 |
| Intangible Assets | 141,134 | 202,354 | (30.25) | 404,299 | 141,134 | 202,354 | (30.25) | 404,299 |
| Current Taxation Assets | - | - | - | - | 992 | 1,258 | (21.14) | - |
| Deferred Taxation Assets | 170,590 | 253,171 | (32.62) | 510,086 | 135,951 | 481,588 | (71.77) | 741,668 |
| Other Assets | 5,521,369 | 6,505,973 | (15.13) | 5,376,624 | 5,559,102 | 6,563,140 | (15.30) | 5,409,505 |
| Total Assets | 215,160,859 | 183,661,676 | 17.15 | 165,943,873 | 217,509,448 | 185,296,646 | 17.38 | 167,651,843 |
| Liabilities | | | | | | | | |
| Due to Banks | 11 544 000 | 6,137,803 | 88.08 | 7,310,651 | 11 544 000 | C 107 000 | 88.08 | 7,310,651 |
| Derivative Financial Instruments | 11,544,206 382,815 | 278,826 | 37.30 | 67,506 | 11,544,206 382,815 | 6,137,803 278,826 | 37.30 | 67,506 |
| Customer Deposits | 167,371,384 | 146,727,199 | 14.07 | 123,981,100 | 167,371,384 | 146,727,199 | | 123,981,100 |
| Securities Sold under Repurchase Agreements | 4,573,955 | 3,674,840 | 24.47 | 9,410,283 | 4,573,955 | 3,674,840 | 24.47 | 9,410,283 |
| Other Borrowings | 12,738 | 9,790 | 30.11 | 7,018 | 12,738 | 9,790 | 30.11 | 7,018 |
| Group Balances Payable | 195,126 | 216,723 | (9.97) | 99,841 | | - | - | |
| Debentures | 3,243,299 | 1,211,659 | 167.67 | 2,785,264 | 3,243,299 | 1,211,659 | 167.67 | 2,785,264 |
| Current Tax Liabilities | 1,090,584 | 683,040 | 59.67 | 216,996 | 1,090,584 | 683,040 | 59.67 | 210,880 |
| Other Liabilities | 4,985,134 | 5,869,959 | (15.07) | 4,762,626 | 5,093,256 | 5,962,234 | (14.57) | 4,839,528 |
| Total Liabilities | 193,399,241 | 164,809,839 | 17.35 | 148,641,285 | 193,312,237 | 164,685,391 | , , | 148,612,230 |
| | | | | | | | | |
| Equity | | | | | | | | |
| Stated Capital | 10,529,724 | 10,225,452 | 2.98 | 10,259,353 | 10,529,724 | 10,225,452 | 2.98 | 10,259,353 |
| Statutory Reserve Fund | 841,964 | 726,187 | 15.94 | 619,095 | 841,964 | 726,187 | 15.94 | 619,095 |
| Retained Earnings | 7,209,580 | 6,138,249 | 17.45 | 5,007,999 | 7,147,589 | 6,061,571 | 17.92 | 4,919,714 |
| Other Reserves | 3,180,350 | 1,761,949 | 80.50 | 1,416,141 | 4,140,308 | 2,376,041 | 74.25 | 2,030,233 |
| Total Shareholders' Equity | 21,761,618 | 18,851,837 | 15.43 | 17,302,588 | 22,659,585 | 19,389,251 | 16.87 | 17,828,395 |
| Non-Controlling Interest | | - | - | - | 1,537,626 | 1,222,004 | 25.83 | 1,211,218 |
| Total Equity | 21,761,618 | 18,851,837 | 15.43 | 17,302,588 | 24,197,211 | 20,611,255 | | 19,039,613 |
| Total Equity & Liabilities | 215,160,859 | 183,661,676 | 17.15 | 165,943,873 | 217,509,448 | 185,296,646 | | 167,651,843 |
| Contingent Liabilities and Commitments | 35,473,070 | 31,286,844 | 13.38 | 36,247,216 | 35,561,711 | 31,352,643 | | 36,325,435 |
| | | | | | | | | |
| | | | | | | | | |
| Memorandum Information | | | | | | | | |
| | 3 040 | 3 061 | (0 30) | 3 150 | 3 080 | 3 002 | (0 30) | 3 181 |
| Memorandum Information Number of Employees Number of Banking Centres | 3,049 | 3,061 | (0.39) | 3,150 | 3,080 | 3,092 | (0.39) | 3,181 |
| | 3,049 151 | 3,061 147 | (0.39) 2.72 | 3,150 133 | 3,080 151 | 3,092 147 | (0.39) 2.72 | 3,181 133 |

Certification We the undersigned, being the Chairman, Executive Director, General Manager/Chief Executive Officer and Chief Financial Officer of Seylan Bank PLC certify that,

General Manager/Chief Executive

Chief Financial Officer

February 26, 2014

Colombo

a) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka and where ever required provides additional disclosures to comply with Sri Lanka Accounting Standard - LKAS 34 - Interim Financial Reporting. b) The information contained in these statements have been extracted from the audited financial statements of the Bank & Group, which have been prepared in compliance with the requirements of

Chairman

the Companies Act No. 07 of 2007. (Sgd.) Ramesh Jayasekara (Sod.) Kapila Arivaratne (Sgd.) Nihal Jayamanne PC

SEYLAN BANK PLC - DEBENTURES Rs. '000

Rs. '000

(Sgd.) R. Nadarajah

Executive Director

Head Office: Seylan Tower, No. 90, Galle Road, Colombo 3. Tel: 011 245 6789, 4701 000 Fax: 011 245 6456 Email: info@seylan.lk Web: www.eseylan.com

Statutory Liquid Assets Ratio %

(Minimum Requirement 20 %) Domestic Banking Unit Offshore Banking Unit

| | Current Periot 01-10-2013 to 31-12-2013 |
|---|---|
| Debt/Equity Ratio | 0.15 |
| Interest Cover | 8.48 |
| Quick Asset Ratio | 0.81 |
| 2008/2013 Issue Market Prices during Detaken to December | |
| Market Prices during October to December (Ex Interest) | |
| Annual Interest - 21.50% p.a. | |
| - Highest Price | 100.00 |
| - Lowest Price | 100.00 |
| - Last Traded Price (14/10/2013) | 100.00 |
| Monthly Interest - 20.50% p.a. | |
| - Highest Price | 100.00 |
| - Lowest Price | 100.00 |
| - Last Traded Price (14/10/2013) | 100.00 |
| Floating Quarterly Interest - 11.11 % p.a. | |
| Floating Annual Interest - 14.80 % p.a. | |
| Interest Yield As At Date of Last Trade | |
| Annual Interest (14/10/2013) | 21.50% |
| Monthly Interest (14/10/2013) | 22.54% |
| Floating Quarterly Interest | * |
| Floating Annual Interest | * |
| Yield to Maturity of Trade Done on | |
| Annual Interest (14/10/2013) | 18.49% |
| Monthly Interest (14/10/2013) | 20.50% |
| Floating Quarterly Interest Floating Annual Interest | * |
| | |
| Interest Rate of Comparable Government Security | 8.33% |
| 2013/2018 Issue | |
| Market Prices during October to December | |
| (Ex Interest) Annual Interest - 15.50% p.a. | |
| - Highest Price | 100.00 |
| - Lowest Price | 100.00 |
| - Last Traded Price (14/10/2013) | 100.00 |
| Semi Annual Interest - 15.00% p.a. | |
| Monthly Interest- 14.50 % p.a. | |
| | |
| Interest Yield As At Date of Last Trade | |
| Annual Interest (14/10/2013) | 15.50% |
| Semi Annual Interest | * |
| Monthly Interest | |
| Yield to Maturity of Trade Done on | |
| Annual Interest (14/10/2013) | 15.41% |
| Semi Annual Interest | * |
| Monthly Interest | * |
| Interest Rate of Comparable Government Security | 10.55% |
| * No Trading During The Period | |
| | |

| | BA | NK | GROU | IP |
|---|-----------------------|-----------------------|------------|------------|
| | 31.12.2013 | 31.12.2012 | 31.12.2013 | 31.12.2012 |
| Regulatory Capital Adequacy | | | | |
| Core Capital (Tier 1 Capital) Rs. '000 | 19,405,426 | 17,351,517 | 20,358,962 | 18,071,882 |
| Total Capital Base Rs. '000 | 20,963,541 | 17,364,238 | 21,873,128 | 18,079,063 |
| Core Capital Adequacy Ratio as a % of Risk Weighted Assets (Minimum Requirement 5%) | 14.58 | 14.36 | 15.01 | 14.70 |
| Total Capital Adequacy Ratio as a % of Risk Weighted Assets (Minimum Requirement 10%) | 15.75 | 14.37 | 16.13 | 14.7 |
| Assets Quality (Quality of Loan Portfolio) | | | | |
| Gross Non-Performing Advances Ratio % (Net of Interest in Suspense) | 10.58 | 12.99 | | |
| Gross Non-Performing Advances Ratio % (Net of Interest in Suspense including Investment Properties) | 10.64 | 13.13 | | |
| Net Non-Performing Advances Ratio % (Net of Interest in Suspense and Provision) | 7.94 | 9.81 | | |
| Net Non-Performing Advances Ratio % (Net of Interest in Suspense and Provision including Investment Properties) | 8.00 | 9.97 | | |
| Profitability Interest Margin % Return (Net Profit Before Tax) on Average Assets % Return on Equity % | 4.89 1.72 11.40 | 5.16 1.83 11.42 | | |
| Regulatory Liquidity Statutory Liquid Assets Domestic Banking Unit Rs. '000 Offshore Banking Unit USD '000 | 46,137,595 16,233 | 32,532,855 11,820 | | |

26.74 25.93

21.51 23.06





SEYLAN BANK PLC FINANCIAL STATEMENTS Year ended 31st December, 2013

12. MEASUREMENT OF FINANCIAL ASSETS & LIABILITIES Rs. '000 Bank - As at 31.12.2013 Bank - As at 31.12.2012 Held for Held to Loans & Available Others Trading Maturity Receivables for Sale (HFT) (HTM) (L&R) (AFS) Held for Held to Trading Maturity (HFT) (HTM) Loans & Available Receivables for Sale (L&R) (AFS) Total Total Others ASSETS Cash and Cash Equivalents Balances with Central Bank of Sri Lanka Placements with Banks and Finance Companies Derivative Financial Instruments Other Financial Assets Held-for-Trading Securities Purchased under Resale Agreements Curcharge Longe and Resemble 5,180,195 7,505,185 970,203 287,210 11,183,843 5,729,904 5,180,195 7,505,185 970,203 6,554,381 8,028,661 6,554,381 8,028,661 51,281 2,460,272 173,441 124,728,371 11,358,103 19,822,966 702,254 287,210 11,183,843 51,281 2,460,272 5,729,904 173,441 124,728,371 136,552,857 136,552,857 14,001,964 24,050,862 Sustomer Loans and Receivables ancial Investments - Available-for-Sale ancial Investments - Held-to-Maturity - 14,001,964 11,358,103 24,050,862 19,822,966 Investment in Subsidiary Total Financial Assets Total Non-Financial Assets Total Assets 800,624 793,254 793,254 793,254 11,471,053 24,851,486 155,938,344 14,001,964 206,262,847 2,511,553 20,616,220 139,484,854 11,358,103 173,370,730 11,471,053 24,851,486 155,938,344 14,001,964 8,898,012 215,160,859 2,511,553 20,616,220 139,484,854 11,358,103 9,690,946 183,661,676 Held for Trading Amortized Cost Others Total Held for Trading Amortized Cost Total Others (HFT) Liabilities Due to Banks Derivative Financial Instruments Customer Deposits Securities Sold under Repurchase Agreements 11,544,206 382,815 167,371,384 4,573,955 12,738 3,243,299 6,137,803 6,137,803 278,826 146,727,199 3,674,840 9,790 1,211,659 11,544,206 382,815 278,826 . 146,727,199 3,674,840 9,790 1,211,659 **157,761,291** 167,371,384 4,573,955 12,738 3,243,299 Other Borrowings Total Financial Liabilities Total Non-Financial Liabilities Total Liabilities - 187,128,397 6,270,844 6,270,844 6,270,844 193,399,241 1,761,618 21,761,618 8,032,462 215,160,859 382,815 186,745,582 278,826 382,815 186,745,582 278,826 157,761,291 Equity Total Equity and Liabilities 186,745,582 278,826 157,761,291 382,815 Group - As at 31.12.2013 Group - As at 31.12.2012 Loans & Available Receivables for Sale (L&R) (AFS) Held for Held to Trading Maturity (HFT) (HTM) Loans & Available Receivables for Sale (L&R) (AFS) Others Total Held for Held to Others Total Trading Maturity (HFT) (HTM) Assests Cash and Cash Equivalents Balances with Central Bank of Sri Lanka Placements with Banks and Finance Comp Derivative Financial Instruments Other Financial Assets Held-for-Trading Securitie Purchased under Bercla Anza 5,180,226 5,180,226 6,554,482 7,505,185 7,505,185 8,028,661 287,210 970,203 970,203 6,554,482 8,028,661 51,28 2,468,15 Securities Purchased under Resale Agreements 173,44 124,728,37 omer Loans and Receivables ncial Investments - Available-for-Sale 11,358,1 tments - Held-to-Maturity Total Financial Assets Total Non-Financial Assets Total Assets - <u>173,185,456</u> 1,190 12,111,190 1,190 185,296,646 Held for Trading Amortized Cost Others Total Held for Trading Amortized Cost Others Total (HFT) (HFT) Liabilities Due to Banks Derivative Financial Instruments Customer Deposits Securities Sold under Repurchase Agreements Other Borrowings Debentures 11,544,206 382,815 167,371,384 4,573,955 12,738 6,137,803 6,137,803 278,826 146,727,199 11,544,206 382,815 278,826 -167,371,384 4,573,955 12,738 -146,727,199 3,674,840 9,790 3,674,840 9,790 3,243,299 - 3,243,299 - 187,128,397 - 778,826 - 6,183,840 - 6,183,840 - 6,183,840 - 78,826 - 78,82 - 1,211,659 - 158,040,117 6,645,274 6,645,274 6,645,274 164,685,391 0,611,255 20,611,255 7,256,529 185,296,646 Debentures Total Financial Liabilities Total Ion-Financial Liabilities Total Liabilities Equity Total Equity and Liabilities 3,243,299 186,745,582 1,211,659 157,761,291 382,815 186,745,582 382,815 157,761,291 382,815 186,745,582 157,761,291

11. SEGMENT REPORTING - GROUP

Current Period

| | BAN | KING | TREAS | URY | PROPERTY/I | VESTMENTS | UNALLOCATED/ | ELIMINATIONS | TO | TAL |
|---|-------------|-------------|--------------|-------------|-------------------|------------|--------------|--------------|--------------|-------------|
| | 31.12.2013 | 31.12.2012 | 31.12.2013 | 31.12.2012 | 31.12.2013 | 31.12.2012 | 31.12.2013 | 31.12.2012 | 31.12.2013 | 31.12.2012 |
| Interest Income | 20.425.213 | 18.477.842 | 4,230,355 | 2,439,543 | 31.874 | 19,262 | 289.043 | 197,912 | 24.976.485 | 21,134,559 |
| Interest Expense | 14.129.917 | 11,025,038 | 1,009,610 | 1.094.350 | 661 | 233 | (24,758) | (18.624) | 15,115,430 | 12.100.997 |
| Net Interest Income | 6.295.296 | 7.452.804 | 3,220,745 | 1.345.193 | 31,213 | 19.029 | 313,801 | 216.536 | 9.861.055 | 9.033.562 |
| Fee and Commission Income | 2,203,672 | 1,757,259 | (1,111) | (1,932) | 51,215 | 13,023 | 5,781 | 4,776 | 2,208,342 | 1,760,103 |
| Fee & Commission expense | 49.833 | 47.492 | 31.461 | 18.153 | 6.637 | 5,780 | 3,701 | 4,770 | 87,931 | 71,425 |
| Net Fee And Commission Income | 2,153,839 | 1,709,767 | (32,572) | (20,085) | (6,637) | (5,780) | 5.781 | 4,776 | 2.120.411 | 1.688.678 |
| Net Interest, Fee And Commission Income | 8.449.135 | 9,162,571 | 3,188,173 | 1,325,108 | 24,576 | 13,249 | 319,582 | 221,312 | 11.981.466 | 10,722,240 |
| Net Trading and Other Operating Income | 202.318 | 324,912 | 432.666 | 303,216 | 48.691 | 172,738 | 87.522 | 89.979 | 771.197 | 890.845 |
| Net Gain on Financial Investment | 202,010 | 024,012 | 190,268 | 5,773 | 40,031 | 112,150 | | | 190,268 | 5,773 |
| Inter Segement Revenue | 891.592 | (82,867) | (2.278.087) | (1,366,654) | | _ | 1.386.495 | 1.449.521 | | |
| Total Operating Income | 9.543.045 | 9.404.616 | 1,533,020 | 267.443 | 73,267 | 185,987 | 1,793,599 | 1,760.812 | 12,942,931 | 11.618.858 |
| Depreciation & Amortisation Charge For The Year | 181.699 | 126,197 | 1,189 | 1,732 | 634 | 1.288 | 392,352 | 476,546 | 575.874 | 605,763 |
| Impairment Losses For The Year. | 1,283,283 | 265,707 | 75,567 | 153,984 | 948 | - | 2,319 | 153,984 | 1,362,117 | 573,675 |
| Operating Expenses & VAT | 5,777,729 | 5.837.978 | 50,156 | (24,143) | 29,229 | 69,603 | 1.651.335 | 1.321.130 | 7,508,449 | 7,204,568 |
| Reportable Segment Profit Before Income Tax | 2.300.334 | 3,174,734 | 1.406.108 | 135.870 | 42.456 | 115.096 | (252,407) | (190,848) | 3.496.491 | 3,234,852 |
| Income Tax Expense | ,, | -1 1 - | , , | | | ., | | (| 1,144,446 | 1,144,202 |
| Profit For The Year | | | | | | | | | 2.352.045 | 2.090.650 |
| Profit Attributable To: | | | | | | | | | | ,, |
| Equity Holders Of The Bank | | | | | | | | | 2,326,148 | 2,074,584 |
| Non-Controlling Interests | | | | | | | | | 25,897 | 16,066 |
| Profit For The Year | | | | | | | | | 2,352,045 | 2,090,650 |
| Other Comprehensive Income, Net Of Income Tax | 5,240 | 68,384 | 766,656 | (255,678) | - | - | 808,170 | 51,887 | 1,580,066 | (135,407 |
| OTHER INFORMATION | | | | | | | | | | |
| Reportable Segment Assets | 126.111.636 | 116.595.152 | 63.274.979 | 44.317.252 | 4,810,302 | 4,955,446 | 30.284.160 | 26.206.241 | 224.481.077 | 192.074.091 |
| Segement Accumulated Amortisations | (3,533,895) | (3,062,457) | (54,695) | (52,953) | (2.026) | (6,104) | (3.381.013) | (3,655,931) | (6.971.629) | (6,777,445 |
| Total Assets | 122.577.741 | 113.532.695 | 63.220.284 | 44.264.299 | 4.808.276 | 4,949,342 | 26.903.147 | 22.550.310 | 217,509,448 | 185.296.646 |
| Reportable Segment Liabilities & Equity | 166.263.889 | 142.155.210 | 11.959.088 | 8.374.128 | 4.808.276 | 697.706 | 34,478,195 | 34.069.602 | 217.509.448 | 185.296.646 |
| Total Liabilities & Equity | 166,263,889 | 142,155,210 | 11,959,088 | 8,374,128 | 4,808,276 | 697,706 | 34,478,195 | 34,069,602 | 217,509,448 | 185,296,646 |
| Cash Flows From Operating Activites | 11,291,052 | 5,892,683 | 1,407,297 | 137,602 | 52,435 | 140,006 | 164,138 | 218,601 | 12,914,922 | 6,388,892 |
| Cash Flows From Investing Activites | 112,285 | 5,688 | (11,818,192) | 1,860,840 | (24,720) | (107,201) | (682,832) | (227,871) | (12,413,459) | 1,531,456 |
| Cash Flows From Financing Activites | - | - | 8,822,689 | (7,427,922) | (36,991) | (14,796) | (369,175) | (395,211) | 8,416,523 | (7,837,929 |
| Capital Expenditure | (407,006) | (335,221) | (881) | (1,999) | (15,063) | (1,337) | (249,152) | (59,192) | (672,102) | (397,749 |

STATEMENT OF CHANGES IN EQUITY - BANK

| | Stated Capi | tal | | Statutory | Retained | | Res | erves | | |
|---|-------------|------------|------------|-----------|-----------------|--------------|-------------|---------------|-----------|-----------|
| For the year ended 31st December | Ordinary | Ordinary | Preference | Reserve | Earnings | Special Risk | Revaluation | Available for | Other | Tota |
| | Shares | Shares | Shares | Fund* | | Reserve | Reserve | Sale | Reserves | |
| | Voting | Non Voting | | Restated | Restated | ** | | Reserve | | |
| Balance as at 01.01.2012 | 6,806,722 | 3,418,730 | 33,901 | 619,095 | 5,007,999 | 98,741 | 461,998 | 130,608 | 724,794 | 17,302,58 |
| Total Comprehensive Income for the Year | | | | | | | | | | |
| Profit/(Loss) for the Year | - | - | - | - | 2,064,198 | - | | - | - | 2,064,19 |
| Other Comprehensive Income (net of tax) | - | - | - | - | 68,384 | - | 48,051 | (255,678) | - | (139,24 |
| 2 Total Comprehensive Income for the Year | | - | - | - | 2,132,582 | - | 48,051 | (255,678) | - | 1,924,95 |
| Transactions With Equity Holders , Recognised Directly In | 1 Equity | | | | | | | | | |
| Redemption of Preference Shares*** | - | - | (33,901) | - | (8,474) | - | - | - | - | (42,37 |
| Dividends to Equity Holders | - | - | - | - | (338,080) | - | | - | - | (338,08 |
| Transfers from/to Retained Profits | - | - | - | 107,092 | (655,778) | 14,181 | | - | 539,254 | 4,74 |
| 3 Total Transactions with Equity Holders | | - | (33,901) | 107,092 | (1,002,332) | 14,181 | - | - | 539,254 | (375,70 |
| Balance as at 31.12.2012 (1 + 2 + 3) | 6,806,722 | 3,418,730 | - | 726,187 | 6,138,249 | 112,922 | 510,049 | (125,070) | 1,264,048 | 18,851,83 |
| 1 Balance as at 01.01.2013 | 6,806,722 | 3,418,730 | - | 726,187 | 6,138,249 | 112,922 | 510,049 | (125,070) | 1,264,048 | 18,851,83 |
| Total Comprehensive Income for the Year | | | | | | | | | | |
| Profit/(Loss) for the Year | - | - | - | - | 2,315,539 | - | | - | - | 2,315,53 |
| Other Comprehensive Income (net of tax) | - | - | - | - | 5,240 | - | 141,434 | 766,656 | - | 913,33 |
| 2 Total Comprehensive Income for the Year | - | - | - | - | 2,320,779 | - | 141,434 | 766,656 | - | 3,228,86 |
| Transactions With Equity Holders, Recognised Directly In | Equity | | | | | | | | | |
| Cash/Scrip Dividends to Equity Holders | 156,000 | 148,272 | - | - | (676,160) | - | - | - | - | (371,88 |
| Transfers from/to Retained Profits | - | - | - | 115,777 | (573,288) | (112,922) | - | - | 623,233 | 52,80 |
| 3 Total Transactions with Equity Holders | 156,000 | 148,272 | - | 115,777 | (1,249,448) | (112,922) | - | - | 623,233 | (319,08 |
| Balance as at 31.12.2013 (1 + 2 + 3) | 6,962,722 | 3,567,002 | - | 841,964 | 7,209,580 | - | 651,483 | 641,586 | 1,887,281 | 21,761,61 |

STATEMENT OF CHANGES IN EQUITY - GROU

| | Stated | Capital | | Statutory | Retained | | Reser | ves | | | | |
|---|-----------|------------|------------|-----------|-------------|----------|----------------|-----------|-----------|------------|-------------|--------|
| For the year ended 31st December | Ordinary | Ordinary | Preference | Reserve | Earnings | Special | Revaluation | Available | Other | Total | Non | T |
| | Shares | Shares | Shares | Fund | | Risk | Reserve | for Sale | Reserves | | Controlling | Eq |
| | Voting | Non-Voting | | • | | Reserve | | Reserve | | | Interest | |
| | | | | Restated | Restated | ** | | | | | | |
| Balance as at 01.01.2012 | 6,806,722 | 3,418,730 | 33,901 | 619,095 | 4,919,714 | 98,741 | 820,877 | 130,608 | 980,007 | 17,828,395 | 1,211,218 | 19,039 |
| Total Comprehensive Income for the Year | | | | | | | | | | | | |
| Profit/(Loss) for the Year | - | - | - | - | 2,074,584 | - | | - | - | 2,074,584 | 16,066 | 2,090 |
| Other Comprehensive Income (net of tax) | - | - | - | - | 70,372 | - | 48,051 | (255,678) | - | (137,255) | 1,848 | (13 |
| Total Comprehensive Income for the Year | - | - | - | - | 2,144,956 | - | 48,051 | (255,678) | - | 1,937,329 | 17,914 | 1,955 |
| Transactions With Equity Holders , Recognised Directly In Equity | | | | | | | | | | | | |
| Redemption of Preference Shares*** | | - | (33,901) | - | (8,474) | | - | - | | (42,375) | - | (4) |
| Dividends | - | - | - | - | (338,847) | - | - | | - | (338,847) | (7,128) |) (34 |
| Transfers from/to Retained Profits | - | - | - | 107,092 | (655,778) | 14,181 | | - | 539,254 | 4,749 | - | |
| 3 Total Transactions with Equity Holders | - | - | (33,901) | 107,092 | (1,003,099) | 14,181 | - | - | 539,254 | (376,473) | (7,128) |) (38 |
| | | | | | | | | | | | | |
| Balance as at 31.12.2012 (1 + 2 + 3) | 6,806,722 | 3,418,730 | | 726,187 | 6,061,571 | 112,922 | 868,928 | (125,070) | 1,519,261 | 19,389,251 | 1,222,004 | 20,61 |
| Balance as at 01.01.2013 | 6,806,722 | 3,418,730 | - | 726,187 | 6,061,571 | 112,922 | 868,928 | (125,070) | 1,519,261 | 19,389,251 | 1,222,004 | 20,61 |
| Total Comprehensive Income for the Year | | | | | | | | | | | | |
| Profit/(Loss) for the Year | - | - | - | - | 2,326,148 | - | - | | - | 2,326,148 | 25,897 | 2,35 |
| Other Comprehensive Income (net of tax) | - | - | - | - | 4,943 | - | 487,300 | 766,656 | - | 1,258,899 | 321,167 | 1,58 |
| 2 Total Comprehensive Income for the Year | - | - | - | - | 2,331,091 | - | 487,300 | 766,656 | - | 3,585,047 | 347,064 | 3,93 |
| Transactions With Equity Holders, Recognised Directly In Equity | | | | | | | | | | | | |
| Cash/Scrip Dividends | 156,000 | 148,272 | - | | (678.078) | - | | | - | (373,806) | (17,819) |) (39 |
| Transfers from/to Retained Profits | | | - | 115,777 | (573,267) | (112,922 |) - | - | 623,233 | 52,821 | (11,010) | 5 |
| Changes in Ownership Interests in Subsidiaries | | | | | (, -, -, | · ·· | | | , | | | |
| Acquisition of Non-Controlling Interest without change in control | - | - | - | - | 6,272 | | - | - | - | 6,272 | (13,642) |) (|
| 3 Total Transactions with Equity Holders | 156,000 | 148,272 | - | 115,777 | (1,245,073) | (112,922 |) - | - | 623,233 | (314,713) | (31,442) |) (34 |
| Balance as at 31.12.2013 (1 + 2 + 3) | 6.962.722 | 3.567.002 | - | 841,964 | 7,147,589 | - | 1,356,228 | 641.586 | 2,142,494 | 22.659.585 | 1.537.626 | 24.19 |
| | | | | | | | ,, | | , , | , | | , - |

EXPLANATORY NOTES

General The Interir

In Rs. '000

General The Interim Financial Statements of the Bank and the Group have been prepared & presented in accordance with the Sri Lanka Accounting Standa effective from January 01, 2012 and provided necessary disclosure to comply with LKAS 34, Interim Financial Reporting. The Interim Financial Statements with the Annual Financial Statements for the year ended December 31, 2013 which have been prepared in accordance with LKAS/SLFRS. There are a non-incises and method of community control the last Annual Report/12012 locectift the adoctional LKAS 19 (ersisce) - Employee Benefit's ascutationabelow. Adoption of LKAS 19 (revised) on Defined Benefit Plans The bank adopted LKAS 19 "Employee Benefits" (2013) with effect from 1st January 2013 as part of its mandatory application and changed its basis for det As a result of the change, the Bank now determines the net interest expense/(income) on the net defined benefit liability/(asset) for the period b measure the defined benefit obligation at the beginning of the annual period to the net defined benefit liability/ (asset) at the beginning of the annual period to the net defined benefit liability/ (asset) at the beginning of the annual period to the net defined benefit liability/ (asset) at the beginning of the annual period to the net defined benefit liability/ (asset) at the beginning of the annual period to the net defined benefit liability/ (asset) at the beginning of the annual period to the net defined benefit liability/ (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the beginning of the annual period to the net defined benefit liability (asset) at the annual period to the annual period to the net defined benefit liability (asset) at the annual period to Accordingly the Bank recognizes the total actuarial gains/ (losses) that arise in computing Bank's obligation in respect of the plan in "Other Corwhich it occurs Previously the Group determined interest income on plan assets based on their long-term rate of expected return Application of Sri Lanka Accounting Standards (SLFRS/LKAS) The financial statements for the period ended December 31, 2012 were the first financial statements prepared and presented in accordance with Sr (LKAS/SLFRS) immediately effective from January 01, 2012. These LKAS/SLFRSs have materially converged with the International Financial Reporting S the International Accounting Standards Board (ASB). . Information on Ordinary Shares MARKET VALUE (Rs.) 31/12/2013 31/12/2012

| M | ARKET VALUE (Rs.) | 31 | 12/2013 | 31/12 | 2/2012 |
|----------|--|--|--|---|--|
| | | Voting | Non-Votina | Votina | Non-Voting |
| Ma | rket Value Per Share | 64.20 | 31.00 | 56.00 | 35.10 |
| | rket value Per Share hest price per share for the quarter ended | 68.90 | 31.00 | 70.00 | 35.10 |
| Lo | west price per share for the quarter ended | 57.10 | 29.50 | 54.00 | 31.50 |
| B. | Shareholders' Information | | | | |
| 3.1 | Twenty Largest Ordinary Voting Shareholders as at December 31, 2013 | | | No. of Sha | res % |
| | Sri Lanka Insurance Corporation Ltd | | | | |
| | [*includes Sri Lanka Insurance Corporation Ltd -General Fund –17,597,739 and Sri Lanka Insurance Corporation Ltd(Life Fund) – 8,798,869] | | | 26,396,6 | 608 15.00 |
| | Brown & Company PLC A/C No. 1 | | | 24,416,7 | 750 13.87 |
| | Employees Provident Fund National Development Bank PLC/ Dr T Senthilverl | | | 17,525,4 17,070,7 | 425 9.96 |
| | LOLC Investments Ltd | | | 16,808,5 | 722 9.70 502 9.55 |
| i. I. | Bank of Ceylon No.1 Account | | | 13,198,3 | 305 7.50 |
| | Waldock Mackenzie Limited/Mr D S K Amarasekera Capital Trust Credit (Pvt) Ltd/Dr W U N Gamage | | | 11,322,7 7,954,0 | 734 6.43 017 4.52 |
| l. I. | Bentota Backwaters (Pvt) Ltd | | | 4,377,2 | 253 2.49 |
| 0. | Seyfest (Private) Limited | | | 3,017,9 | 940 1.71 |
| 1. 2. | Sesot (Private) Limited Seybest (Private) Limited | | | 2,279,0 2,165,4 | |
| 2. 3 | Seyshop (Private) Limited | | | 2,105,4 | |
| 4. | Esots (Private) Limited | | | 2,148,1 | |
| 5. 6. | Ceylinco Limited Mr. L. H.M.S Lansakara | | | 1,706,5 1,074,2 | |
| э. 7. | Mr K R B Fernando | | | 1,014,2 | 254 0.58 |
| 8. | Sotse (Pvt) Ltd | | | 977,0 | 010 0.56 |
| 9. D. | Dr J L B Kotelawala Mr. L.W. Abeywickram | | | 537,6 484,7 | 602 0.31 783 0.28 |
| | m. c.m. nogmonum | | | 101,1 | 0.20 |
| 2 | Twenty Largest Ordinary Non-Voting Shareholders as at December 31, 2013 | | | No. of Cho | res % |
| | Lanka Orix Leasing Company PLC | | | No. of Sha 57,474,0 | 003 34.01 |
| | Employees' Provident Fund Browns Investments PLC | | | 16,896,0 11,998,2 | 029 10.00 208 7.10 |
| | Pershing LLC S/A Averbach Grauson & Co | | | 2,986,0 | 012 1.77 |
| | Associated Electrical Corporation Ltd | | | 2.850.3 | 399 1.69 |
| - | Mr E Thavagnanasooriyam & Mr E Thavagnanasundaram Employees Trust Fund Board | | | 2,699,9 1,985,3 | 968 1.60 355 1.17 |
| | Merrill J Fernando & Sons (Pvt) Limited | | | 1,803,0 | 057 1.11 |
| | Mr N Balasingam | | | 1,762,6 | 593 1.04 |
| 0. | Commercial Bank of Ceylon PLC/ Capital Trust Holdings (Pvt) Ltd National Savings Bank | | | 1,620,7 1,535,1 | 726 0.96 151 0.91 |
| 1. 2. | Seylan Bank PLC/Pubudhu Saranga Wijayakumari Rupasinghe | | | 1,406.4 | 460 0.83 |
| 3. | Mr N Ganarajah | | | 1,169,9 | 997 0.69 |
| 4. 5. | Dr S Yaddehige Mrs L E M Yaseen | | | 1,042,3 | |
| 5. 6. | Waldock Mackenzie Limited/Mr L P Hapangama | | | 923.1 | 142 0.55 |
| 7. | Mr E Thavagnanasooriyam | | | 853,5 | 598 0.51 |
| 8. 9. | Mr E Thavagnasundaram Mrs P S W Rupasinghe | | | 772,1 730,4 | 192 0.46 452 0.43 |
| 0. | Miss. S. Durga | | | 683,8 | 808 0.40 |
| .3. | Percentage of Public Holdings as at December 31, 2013 | | | | |
| | Ordinary Voting Shares - 61.55% Ordinary Non-Voting Shares - 65.91% | | | | |
| | Directors' and General Manager/Chief Executive Officer's Shareholdings as at | December 31, 2013 | | | |
| | | | | No. of Sha (Ordinary Voti | |
| | Directors | | | | |
| | Mr. Nihal Jayamanne PC Mr. Ishara C Nanayakkara | | | 5,5 | 583 Nil Nil Nil |
| | Mr. R Nadarajah | | | 13,6 | 500 Nil |
| | Rear Admiral B Ananda J G Peiris | | | | Nil Nil |
| | Mr S P Samantha Ranatunga Mr. A M Mohan De Alwis | | | | Nil Nil Nil Ni |
| | Mr. W D Kapila Jayawardena | | | | Nil Nil |
| | Mr. P L S Kumar Perera Ms M Coralie Pietersz | | | | Nil Nil Nil Nil |
| 600. | al Manager/Chief Executive Officer | | | | NII |
| -ciidi | Mr K P Ariyaratne | | | 21,1 | 117 118,367 |
| i. | Impairment Allowances on Loans and Receivables - Ceylinco Group Exposure | | | 21,1 | 110,307 |
| | | | of Collegia de Martin, Dan 11 | | |
| | In view of the special circumstances under which the Bank was reconstituted by from December 31.2010 to Syeban Bank PLC, from the requirement to apply pn Loans and Advances, Income Recognition and Provisioning", when computing scope of Act No 43 of 2011 – Revival of Underperforming Enterprises or Under accounting purposes) and Golden Key Credit Card Company. | ogressive discount on the forced he provisioning to be made as at | sale value of immovable property, in terr December 31, 2013, for non-performing | ms of the Banking Act Direction No facilities of Ceylinco Homes Interr | o. 03 of 2008 on "Classification of national (since covered under the |
| | However the required impairment allowance on above facilities as required unde | r LKAS-39 have been incorporate | d in the Interim Financials Statements. | | |
| | Stated Capital as at December 31, 2013 | Rs' 000 | | | |
| | 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 2,644,068 Voting Ordinary Shares @ Rs. 59/- each | 3,235,400 156,000 | | | |
| | 83,353,333 Voling Ordinary Shares @ Rs. 75/- each 83,560,000 Non-Voting Ordinary Shares @ Rs. 12/50 each | 3,250,000 | | | |
| | 83,560,000 Non-Voting Ordinary Shares @ Rs.12/50 each | 1,044,500 | | | |
| | 40,000,000 Non-Voting Ordinary Shares @ Rs.25/- each 45,423,009 Non-Voting Ordinary Shares @ Rs.35/- each | 1,000,000 1,589.805 | | | |
| | Less: Issue Expenses | (181,581) | | | |
| | | | | | |

- 10,529,724 Total Basic/Diluted Earnings per Share Basic Earnings per share has been calculated by dividing the profit after tax attributable to equity holders of the Bank by the weighted average number of shares in issue (both Voting & Non- voting) 8. Post Balance Sheet Events
- Proposed Final Dividend The Board of Directors of the bank recommended that a final dividend of Rs. 2.25 per share on both voting and non- voting shares of the Bank, be paid by way of cash divid ended December 31, 2013 (Rs. 2- per share paid for the year ended December 31, 2012). Further this dividend is to be approved at the Annual General Meeting to be held on March 31, 2014. This Under the Inland Revenue Act No 10 of 2006, a withholding tax of 10% has been imposed on dividends d
-) Redemption of Debentures 6,305,650 unsecured subordinated redeemable debentures of Rs.100/- each amounting to Rs.630, 565,000/- issued on 12th January January 2014 and redemptions carried out. No Circumstances have arisen since the Reporting date which would require adjustments to or discle Others
- 529,500 Debentures (LKR 100/- each) issued under the Bank's Debenture issue 2008/2013 (Private Placem 10. Comparative Information
- Comparative information has been restated in line with the changes to the new Sri Lanka Accounting Standard LKAS 19 (revised) "Employee Benefits" which is effective from January 01, 2013 During the last quarter 2013 the Bank reclassified the impairment charge between collective and individually significant portfolios. As such the comparative information & figures reported in 3rd quarter 2013 were re-arranged accordingly. During the quarter there were no material changes in Contingent Liabilities, composition of Assets and Liabilities and use of funds raised by the Rank
- All known expenditure items have been provided for in these Interim Accounts.

DITIONAL DISCLOSU Bank As at 31.12.2013 Group As at As at 31.12.2012 31.12.2013 13 Customer Loans & Receivables Gross Loans and Receivables (Refer 13.1) 144,167,684 132,973,690 144,167,684 Less: Individual Impairment (Refer 13.2) Collective Impairment (Refer 13.2) (2,999,778) (4,615,049) (3,537,698) (4,707,621) (2,999,778) (4,615,049) Net Loans and Receivables 136,552,857 124,728,371 136,552,857 13.1 Customer Loans & Receivables - By product By product - Domestic Currency 18,638 64,977 18,638 Export Bills 18,638 127,889 169,123 8,690,012 38,964,190 9,812,635 3,882,440 8,682,549 14,370,126 584,504 2,551,355 47,800,886 **135,654,347** 64,977 263,045 307,656 8,298,180 31,879,768 8,449,617 3,360,235 9,054,892 17,477,083 548,619 2,196,981 43,817,460 18,638 127,889 169,123 8,690,012 38,964,190 9,812,635 3,882,440 8,682,549 14,370,126 Import Bills Local Bills Lease Rentals Receivable Overdrafts Trust Receipt Loans/Revolving Import Loans (RIL) Staff Loans Housing Loans Pawning Receivables Refinance Loans 584,504 Credit Cards 2,551,355 47,800,886 135,654,347 Other Loans Total 43,817,460 125,718,513 Ry product - Foreign Currency 702,052 66,702 71,785 702,052 66,702 71,785 481,513 406,991 533,746 Import Bills 194,233 60,341 Local Bills Overdrafts 481,513 406,991 935,978 184,537 Trust Receipt Loans/Revolving Import Loans (RIL) Other Loans Total 6,784,294 8,513,337 5,346,342 7,255,177 6,784,294 8,513,337 Gross Loans and Receivables 144,167,684 132,973,690 144,167,684 13.2 Movements in Individual and Collective Impairment during the period for Customer Loans & Receivables Bank Grou As at As at As at 31.12.2013 31.12.2012 31.12.2013 Individual impairment 3,537,698 3,609,953 3,537,698 Balance as at 01st January 1,305,790 (1,276,124) (567,586) 574,671 (1,940,620) (420,133) 1,305,790 (1,276,124) (567,586) Net Impairment During the Year Reversal for Write-Off Interest Accrued on Impaired Loans and Receivables Transfer from Allowance for Collective Impairment Closing balance as at 31st December 2013 1,713,827 3,537,698 2,999,778 2,999,778 **Collective** impairment 4.707.621 Balance as at 01st January 4.707.621 6.584.217 Net Impairment During the Year Transfer to Allowance for Individual Impairmer (162,769) (1,713,827) (92,572) (92,572) 4,615,049 4,707,621 4,615,049 Closing balance as at 31st December 2013 Total Impairment 7,614,827 8,245,319 7,614,827 Bank Grou As at 31.12.2013 14 Customer Deposits - By product As at 31.12.2013 31.12.2012 By product - Domestic Currency 10,727,342 10,727,342 10,564,816 Demand deposits Savings deposits Fixed deposits Certificate of deposits 38,991,037 99,858,932 6,074,541 35,373,731 84,434,792 5,191,180 38,991,037 99,858,932 6,074,541 155.651.852 135.564.519 155.651.852 Total By product - Foreign Currency 745,172 941,514 745,172 Demand deposits Savings deposits 4,587,352 3,673,909 4,587,352 Fixed deposits 6,387,008 6,547,257 6,387,008 Total 11,162,680 11,719,532 11,162,680 11,719,532 167,371,384 146,727,199 167,371,384 146,727,199 **Total Customer Deposits**

Primary Dealers were exempted from this requirement of maintaining such Special Reserve as per Direction No. 08/11/011/0019/001 dated 18/03/2013. ** As provided in Section 64(1) of the Companies Act No.07 of 2007, the Bank redeemed its Preference Shares (which Article No.6 of the Company enables to effect such purchases) with the approval of the Board of Directors.

* According to the circular Ref. No. 08/24/002/0005/003 issued by the Central Bank of Sri Lanka, Primary Dealer Unit is required to appropriate 25% of the profit after tax for the year towards the Special Risk Reserve. However, Licensed Commercial Banks appointed as

Head Office: Seylan Tower, No. 90, Galle Road, Colombo 3. Tel: 011 245 6789, 4701 000 Fax: 011 245 6456 Email: info@seylan.lk Web: www.eseylan.com

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| va |
| |
| AS/SLFRS) immediately be read in conjunction ges to the accounting |
| rmining the income or |
| discount rate used to net interest on the net |
| during the period in |
| Accounting Standards (IFRS) as issued by |
| |
| Non-Voting 35.10 |
| 37.00 31.50 |
| % |

| 15 | .00 |
|----|-----|
| 13 | |
| | .96 |
| | .70 |
| | .55 |
| | .50 |
| | .43 |
| | .52 |
| | .49 |
| | .71 |
| 1 | .30 |
| 1 | 23 |
| | .23 |
| 1 | .22 |
| 0 | .97 |
| | .61 |
| | .58 |
| | .56 |
| | .31 |
| U | .28 |
| | |

| 34.01 |
|-------|
| 10.00 |
| 7.10 |
| 1.77 |
| 1.69 |
| 1.60 |
| 1.17 |
| 1.11 |
| 1.04 |
| 0.96 |
| 0.91 |
| 0.83 |
| 0.69 |
| 0.62 |
| 0.59 |
| 0.55 |
| 0.51 |
| 0.46 |
| 0.43 |
| 0.40 |
| |

| No. of (Ordinary Non- | Shares voting) |
|--------------------------|-------------------|
| | Nil |
| | Ni |
| | Nil |
| | Nil |
| | Nil |
| | |

| Rs. '000 |
|--|
| As at 31.12.2012 |
| 132,973,690 (3,537,698) (4,707,621) |
| 124,728,371 |
| 64,977 263,045 307,656 8,298,180 31,879,768 8,449,617 3,360,235 9,054,892 17,477,083 548,619 5,48,619 5,48,619 43,817,460 125,718,513 |
| 533,746 194,233 60,341 935,978 184,537 5,346,342 7 256 177 |
| 7,255,177 |
| |
| p As at 31.12.2012 |
| 3,609,953 574,671 (1,940,620) (420,133) 1,713,827 3,537,698 |
| 6,584,217 (162,769) (1,713,827) 4,707,621 |
| 8,245,319 |
| p As at 31.12.2012 |
| 10,564,816 35,373,731 84,434,792 5,191,180 |
| 135,564,519 |
| 941,514 3,673,909 6,547,257 |