



INTERIM FINANCIAL STATEMENTS
for the three months ended 31.03.2010
(Un-audited)

Bank of Ceylon

INCOME STATEMENT

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Rs ' 000

For the three months ended	Bank			Group		
	31-Mar-2010	31-Mar-2009	Growth %	31-Mar-2010	31-Mar-2009	Growth %
Total revenue	13,731,976	15,959,084	(14.0)	14,334,767	16,460,725	(12.9)
Interest income	11,376,130	13,147,615	(13.5)	11,929,957	13,654,211	(12.6)
Interest income on loans and advances	8,082,202	9,543,587	(15.3)	8,553,900	9,951,217	(14.0)
Interest income on other interest earning assets	3,293,928	3,604,028	(8.6)	3,376,057	3,702,994	(8.8)
Less: Interest expenses	7,462,391	9,742,700	(23.4)	7,707,179	10,037,398	(23.2)
Interest expense on deposits	5,423,036	5,999,425	(9.6)	5,522,340	6,057,614	(8.8)
Interest expense on other interest bearing liabilities	2,039,355	3,743,275	(45.5)	2,184,839	3,979,784	(45.1)
Net interest income	3,913,739	3,404,915	14.9	4,222,778	3,616,813	16.8
Non - interest income	2,217,936	2,505,056	(11.5)	2,265,771	2,499,187	(9.3)
Foreign exchange income	209,632	892,377	(76.5)	209,632	892,377	(76.5)
Other income	2,008,304	1,612,679	24.5	2,056,139	1,606,810	28.0
Net income	6,131,675	5,909,971	3.8	6,488,549	6,116,000	6.1
Less: Non - interest expenses						
Personnel costs	1,904,440	1,816,184	4.9	2,016,459	1,908,483	5.7
Contribution for staff retirement benefits	561,842	549,044	2.3	566,196	552,117	2.5
Premises, equipment and establishment expenses	672,273	607,413	10.7	609,791	563,391	8.2
Loss on trading/ investment securities	-	-		-	-	
Amortization of intangible assets	46,368	48,327	(4.1)	53,061	49,424	7.4
Other operating expenses	719,964	517,770	39.1	853,496	607,563	40.5
	3,904,887	3,538,738	10.3	4,099,003	3,680,978	11.4
Less: Provision for bad and doubtful debts and loans written off						
Provisions - general	328,980	280,485	17.3	334,423	296,550	12.8
Provisions - specific	224,156	386,271	(42.0)	240,836	403,890	(40.4)
Recoveries (-)	(137,910)	(306,413)	(55.0)	(139,039)	(307,327)	(54.8)
Loans written off	-	-		-	-	
	415,226	360,343	15.2	436,220	393,113	11.0
Less: Provision for decline in value of investments (Net)	-	-		-	(4,995)	(100.0)
Operating profit on ordinary activities before taxes	1,811,562	2,010,890	(9.9)	1,953,326	2,046,904	(4.6)
Less: Value added tax on financial services	599,361	580,983	3.2	617,174	587,461	5.1
Operating profit on ordinary activities before corporate tax	1,212,201	1,429,907	(15.2)	1,336,152	1,459,443	(8.4)
Share of profit of Associate Companies	-	-		73,938	16,985	335.3
Profit before corporate tax	1,212,201	1,429,907	(15.2)	1,410,090	1,476,428	(4.5)
Less: Provision for corporate tax	457,279	450,421	1.5	554,835	517,789	7.2
Profit after corporate tax	754,922	979,486	(22.9)	855,255	958,639	(10.8)
Less: Minority interest	-	-		24,392	984	2,378.9
Net Profit attributable to shareholders	754,922	979,486	(22.9)	830,863	957,655	(13.2)
Basic earnings per share (Rs.)	603.94	783.59	(22.9)	664.69	766.12	(13.2)

BALANCE SHEET

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Rs ' 000

As at	Bank			Group		
	31-March-2010	31-Dec-2009 (Audited)	Growth %	31-March-2010	31-Dec-2009 (Audited)	Growth %
On-balance sheet assets						
Cash in hand	9,947,686	8,004,770	24.3	9,954,979	8,025,089	24.0
Balances with Central Banks	16,850,948	16,263,468	3.6	16,850,948	16,263,468	3.6
Due from banks and other financial institutions	20,162,050	51,371,150	(60.8)	20,258,393	51,379,232	(60.6)
Investments - trading account	29,609,447	19,896,328	48.8	31,222,923	21,211,611	47.2
Government securities	26,582,764	18,068,459	47.1	27,737,780	19,074,229	45.4
Other securities	3,026,683	1,827,869	65.6	3,485,143	2,137,382	63.1
Investments - held-to-maturity	150,056,655	148,584,209	1.0	150,284,708	149,192,709	0.7
Government securities	139,128,492	137,656,046	1.1	139,128,492	137,656,046	1.1
Government of Sri Lanka Restructuring Bonds	8,547,000	8,547,000	-	8,547,000	8,547,000	-
Other securities	2,387,811	2,387,811	-	2,615,864	3,001,311	(12.8)
Less: Provision for decline in value of investment	(6,648)	(6,648)	-	(6,648)	(11,648)	(42.9)
Investments in Associates and Subsidiaries	5,750,718	4,036,517	42.5	1,152,120	1,084,064	6.3
Total loans and advances						
Total performing loans and advances	286,372,228	259,480,008	10.4	293,647,998	266,941,746	10.0
Bills of exchange	20,228,286	15,305,967	32.2	20,557,437	15,658,372	31.3
Overdrafts	44,260,967	56,502,953	(21.7)	44,228,017	56,491,338	(21.7)
Lease rentals receivable	3,593,181	3,960,733	(9.3)	8,980,450	8,766,268	2.4
Other loans	218,289,794	183,710,355	18.8	219,882,094	186,025,768	18.2
Total non-performing loans and advances	16,305,265	15,542,300	4.9	17,521,786	16,280,930	7.6
Bills of exchange	669,000	792,563	(15.6)	791,261	910,110	(13.1)
Overdrafts	3,210,200	3,109,800	3.2	3,210,200	3,109,800	3.2
Lease rentals receivable	775,400	755,421	2.6	1,669,913	1,319,123	26.6
Other loans	11,187,271	10,438,640	7.2	11,387,018	10,496,021	8.5
Foreclosed properties	463,394	445,876	3.9	463,394	445,876	3.9
Interest receivable on non performing loans	8,456,351	8,508,903	(0.6)	8,606,562	8,560,627	0.5
Total gross loans and advances	311,133,844	283,531,211	9.7	319,776,346	291,783,303	9.6
Less: Interest in suspense	(8,649,480)	(8,508,903)	1.7	(8,799,691)	(8,560,627)	2.8
Specific loan loss provisions	(7,905,761)	(7,862,955)	0.5	(8,273,568)	(8,206,389)	0.8
General loan loss provisions	(2,236,116)	(2,093,962)	6.8	(2,445,661)	(2,216,661)	10.3
Net loans and advances	292,342,487	265,065,391	10.3	300,257,426	272,799,626	10.1
Other assets	15,365,797	19,184,449	(19.9)	15,945,894	19,774,648	(19.4)
Intangible assets	117,821	110,812	6.3	128,891	119,205	8.1
Investment properties	-	-	-	439,327	391,730	12.2
Property, plant & equipment	5,891,699	5,724,043	2.9	7,336,477	7,179,167	2.2
Total on balance sheet assets	546,095,308	538,241,137	1.5	553,832,086	547,420,551	1.2
On-balance sheet liabilities						
Total deposits	406,515,265	408,607,442	(0.5)	407,727,323	411,459,582	(0.9)
Demand deposits	50,819,597	55,028,027	(7.6)	50,701,028	54,911,112	(7.7)
Savings accounts	157,400,422	162,187,766	(3.0)	157,399,195	162,187,766	(3.0)
Time deposits	196,605,049	189,692,572	3.6	197,936,903	192,661,528	2.7
Margin deposits	1,660,698	968,732	71.4	1,660,698	968,732	71.4
Other deposits	29,499	730,345	(96.0)	29,499	730,444	(96.0)
Total borrowings	97,020,297	85,346,691	13.7	99,421,563	87,848,550	13.2
Borrowings from Central Bank of Sri Lanka	5,517,338	4,891,794	12.8	5,517,338	4,891,794	12.8
Borrowings from banks and financial institutions in Sri Lanka	21,655,952	25,253,940	(14.2)	24,560,905	27,922,686	(12.0)
Borrowings from banks and financial institutions abroad	4,567,170	2,952,643	54.7	4,567,170	2,952,643	54.7
Securities sold under repurchase agreements	47,229,700	34,203,701	38.1	45,887,240	32,968,041	39.2
Debentures	18,050,137	18,044,613	0.0	18,888,910	19,113,386	(1.2)
Insurance Provision - life	-	-	-	43,355	41,336	4.9
Insurance Provision - non life	-	-	-	211,864	181,569	16.7
Deferred taxation	397,243	409,453	(3.0)	532,646	440,132	21.0
Current taxation	1,906,447	189,824	904.3	2,045,388	287,650	611.1
Other liabilities	16,775,752	18,789,140	(10.7)	17,638,969	19,627,591	(10.1)
Total on balance sheet liabilities	522,615,004	513,342,550	1.8	527,621,108	519,886,410	1.5
Equity capital and reserves	23,480,304	24,898,587	(5.7)	25,245,663	26,583,285	(5.0)
Stated capital	5,000,000	5,000,000	-	5,000,000	5,000,000	-
Permanent reserve fund	2,650,000	2,650,000	-	2,650,000	2,650,000	-
Other reserves	15,830,304	17,248,587	(8.2)	17,595,663	18,933,285	(7.1)
Minority interest	-	-	-	965,315	950,856	1.5
Total on-balance sheet liabilities and equity capital and reserves	546,095,308	538,241,137	1.5	553,832,086	547,420,551	1.2
Off-balance sheet items and contra accounts						
Contingencies	232,303,224	246,042,413	(5.6)	232,303,224	246,042,413	(5.6)
Commitments and contra accounts	110,522	202,235	(45.3)	147,522	273,703	(46.1)

STATEMENT OF CHANGES IN EQUITY - BANK

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Rs '000

For the quarter ended	Stated Capital	Reserves				Total Equity
		Permanent Reserve Fund	Revaluation Reserve	Other Reserves	Retained Profits	
Balance as at 01/01/2009	5,000,000	2,585,000	126,961	1,055,732	14,334,563	23,102,256
Net profit for the three months 2009	-	-	-	-	979,486	979,486
Dividend for 2009	-	-	-	-	(173,205)	(173,205)
Balance as at 31/03/2009	5,000,000	2,585,000	126,961	1,055,732	15,140,844	23,908,537
Balance as at 01/01/2010	5,000,000	2,650,000	125,299	1,303,700	15,819,588	24,898,587
Net profit for the three months 2010	-	-	-	-	754,922	754,922
Dividend for 2010	-	-	-	-	(2,173,205)	(2,173,205)
Balance as at 31/03/2010	5,000,000	2,650,000	125,299	1,303,700	14,401,305	23,480,304

STATEMENT OF CHANGES IN EQUITY - GROUP

Rs '000

For the quarter ended	Stated Capital	Reserves				Minority Interest	Total Equity
		Permanent Reserve Fund	Revaluation Reserve	Other Reserves	Retained Profits		
Balance as at 01/01/2009	5,000,000	2,585,000	180,354	1,299,807	15,826,941	655,342	25,547,444
Net profit for the three months 2009	-	-	-	-	957,655	984	958,639
Dividend for 2009	-	-	-	-	(173,205)	(9,029)	(182,234)
Balance as at 31/03/2009	5,000,000	2,585,000	180,354	1,299,807	16,611,391	647,297	26,323,849
Balance as at 01/01/2010	5,000,000	2,650,000	178,692	1,639,070	17,115,523	950,856	27,534,141
Net profit for the three months 2010	-	-	-	-	830,863	24,392	855,256
Dividend for 2010	-	-	-	-	(2,173,205)	(9,933)	(2,183,138)
Adjustments	-	-	-	-	4,719	-	4,719
Balance as at 31/03/2010	5,000,000	2,650,000	178,692	1,639,070	15,777,900	965,315	26,210,978

CASH FLOW STATEMENT

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Rs.000

<i>For the three months ended 31st March</i>	Bank		Group	
	2010	2009	2010	2009
Cash flows from operating activities				
Interest receipts	11,769,752	14,219,856	12,046,408	14,742,009
Interest payments	(8,180,311)	(8,840,412)	(8,181,604)	(9,085,573)
Commission fees & other operating income	2,241,495	986,485	2,306,445	1,161,773
Premium received from policy holders	-	-	149,270	-
Reinsurance premium paid	-	-	(13,690)	-
Claims and benefits paid	-	-	(35,062)	-
Reinsurance receipts in respects of claims	-	-	4,430	-
Non-performing advances recovered	137,910	306,413	139,039	307,327
Cash payments to employees	(2,466,282)	(2,365,228)	(2,582,655)	(2,460,600)
Cash payments to suppliers	(1,680,182)	(1,388,453)	(1,734,797)	(1,408,503)
Value added tax on financial services paid	(599,361)	(580,983)	(617,174)	(587,461)
Cash Flows from operating profits before changes in operating assets and liabilities	1,223,021	2,337,678	1,480,610	2,668,972
(Increase) / Decrease in operating assets				
Deposits held for regulatory purposes	(587,480)	2,290,688	(587,480)	2,290,688
Funds advanced to customers	(27,868,344)	(3,894,147)	(28,071,170)	(4,019,708)
Credit card receivable	38,111	59,378	38,111	59,378
Short term marketable securities	(1,333,944)	(62,774)	(1,482,891)	174,924
Other assets	4,499,343	(3,152,816)	4,788,827	(3,614,826)
Increase / (Decrease) in operating liabilities				
Deposits from other banks	(75,051)	400,562	(75,051)	400,562
Deposits from customers	(2,017,126)	15,842,531	(3,657,208)	16,059,658
Other liabilities	(592,160)	1,937,024	(712,574)	2,195,226
Net cash from/(used in) operating activities before income tax	(26,713,630)	15,758,124	(28,278,826)	16,214,874
Income tax paid	(194,869)	(97,154)	(220,622)	(135,250)
Net cash from/ (used in) operating activities	(26,908,499)	15,660,970	(28,499,448)	16,079,624
Cash flows from investing activities				
Net increase in treasury bills & other eligible bills	(4,113,893)	586,234	(4,136,139)	9,211
Proceeds from sale of investment & dealing securities	187,418	194,035	187,418	194,035
Dividends received	188,816	115,435	68,029	5,843
Purchase of investment securities	(1,575,589)	2,302,027	(1,232,196)	2,212,663
Investment in subsidiaries and associates	(1,714,200)	(5,000)	-	-
Purchase of property plant & equipment	(441,539)	(289,705)	(461,377)	(268,032)
Purchase of securities purchase under resale agreement	(4,384,955)	(3,342,655)	(4,511,955)	(2,819,005)
Proceeds from sale of property plant & equipment	1,381	87,131	10,366	(9,001)
Net cash from/(used in) investing activities	(11,852,561)	(352,498)	(10,075,854)	(674,286)
Cash flows from financing activities				
Proceeds from securities sold under repurchase agreements	13,025,999	2,190,258	12,919,199	2,255,258
Net increase/ (decrease) in other borrowings	(1,357,917)	(13,075,898)	(1,351,710)	(13,261,050)
Dividends paid to GOSL	(2,173,205)	(173,205)	(2,173,205)	(173,205)
Subsidiary dividend to minority interest	-	-	(9,933)	(9,028)
Net cash from financing activities	9,494,877	(11,058,845)	9,384,351	(11,188,025)
Net increase in cash and cash equivalents	(29,266,183)	4,249,627	(29,190,951)	4,217,313
Cash and cash equivalents at the beginning of year	59,375,919	26,570,989	59,404,322	26,627,892
Cash and cash equivalents at the end of the period	30,109,736	30,820,616	30,213,371	30,845,205
Analysis cash and cash equivalents				
Cash in hand	9,947,686	11,290,529	9,954,979	11,405,812
Due from banks and other financial institutions	20,162,050	19,530,087	20,258,392	19,439,393
Cash and cash equivalents at the end of the period	30,109,736	30,820,616	30,213,371	30,845,205

SELECTED PERFORMANCE INDICATORS

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As at	Bank		Group	
	31-Mar-2010	31-Dec-2009 (Audited)	31-Mar-2010	31-Dec-2009 (Audited)
Net assets value per share(Rs)	4,696	4,980	5,049	5,317
Regulatory capital adequacy				
Core capital (Tier 1 capital), Rs. Mn	22,965	23,192	26,266	26,202
Total capital base, Rs. Mn	29,023	29,282	33,043	33,010
Core capital adequacy ratio, % of risk weighted assets (Minimum requirement, 5%)	10.95%	11.22%	11.88%	12.01%
Total capital adequacy ratio, % of risk weighted assets (Minimum requirement, 10%)	13.83%	14.16%	14.95%	15.13%
Assets quality				
Gross non - performing advances ratio, (Net of interest in suspense)	5.39%	5.65%	5.63%	5.75%
Net non - performing advances ratio, (Net of interest in suspense and provisions)	2.78%	2.79%	2.97%	2.85%
Profitability				
Interest margin	2.89%	2.90%	3.07%	3.04%
Return on assets (before tax)	0.89%	0.82%	1.02%	0.91%
Return on equity (after tax)	12.48%	12.85%	13.20%	12.50%
Investor information				
Debt equity (%)	100.37	92.12		
Interest cover (times)	1.59	1.35		
Regulatory liquidity				
Statutory liquid assets,				
- Domestic banking unit (Rs. Mn)	101,790	89,185		
- Off-shore banking unit (US\$ Mn)	471.81	787.22		
Statutory liquid assets ratio (minimum requirement, 20%)				
- Domestic banking unit	24.55%	21.13%		
- Off-shore banking unit	41.40%	55.46%		
Memorandum information				
Number of employees	7,348	7,538		
Number of branches	310	310		

SHARE INFORMATION

Shareholder	31-Mar-2010		31-Dec-2009	
	No of Ordinary Shares	Holding %	No of Ordinary Shares	Holding %
Government of Sri Lanka	5,000,000	100	5,000,000	100

1. There are no changes in the accounting policies and methods of computation since the publication of annual accounts for the year 2009.
2. These Financial Statements are presented in accordance with SLAS 35 - Interim Financial Reporting and provide the information as required in terms of Listing Rule 7.4 of the Colombo Stock Exchange.
3. No circumstances have arisen and no material events have occurred since the balance sheet date, which require disclosure or adjustment to the accounts.
4. During the period there were no material changes in the composition of assets, liabilities and contingent liabilities and use of funds raised through debentures.
5. All known expenses have been provided for in these Financial Statements.
6. The group financial statements comprise a consolidation of the Bank and its subsidiaries, Property Development PLC, Merchant Bank of Sri Lanka PLC, Merchant Credit of Sri Lanka Limited, Ceylease Financial Services Limited, Hotels Colombo (1963) Limited, BOC Property Development & Management (Pvt) Limited, BOC Travels (Pvt) Limited, Ceybank Holiday Homes (Pvt) Limited, BOC Management & Support Services (Pvt) Limited, MBSL Insurance Company Limited and the group's interest in its associate companies, Lanka Securities (Pvt) Limited, Mireka Capital Land (Pvt) Limited, Southern Development Financial Company Limited, Transnational Lanka Record Solutions (Pvt) Limited, Ceybank Assets Management (Pvt) Limited and MBSL Savings Bank Limited.

CERTIFICATION

I certify that the above Financial Statements give true and fair view of the state of affairs of Bank of Ceylon and the group as at 31st March 2010 and its profit for the three months ended 31st March 2010.

Sgd
Asoka Rupasinghe
Chief Financial Officer

We, the undersigned, being the Chairman, Director and General Manager of the Bank of Ceylon certify jointly that;

- a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.
- b) the information contained in these statements have been extracted from the un-audited financial statements of the Bank unless indicated as audited.

Sgd
Gamini Wickramasinghe
Chairman

Sgd
R Sivaraman
Director

Sgd
K Dharmasiri
Actg. General Manager

21st May 2010
Colombo

DEBENTURE INFORMATION

Description	Interest payable frequency	Issue date	Maturity date	Coupon rate		Effective annual yield		Interest Rate of comparable Government security	Amount	
				31.03.2010	31.12.2009	31.03.2010	31.12.2009		Bank	
				%	%	%	%		31.03.2010	31.12.2009
								Rs' 000	Rs' 000	
A - Sri Lanka rupee debentures										
Fixed interest rate										
Unsecured, subordinated, redeemable debentures*	Annually	24.11.2008	24.11.2013	19.00	19.00	19.00	19.00	9.75	345,190	345,190
Unsecured, subordinated, redeemable debentures*	At maturity	24.11.2008	24.11.2013	-	-	17.61	18.18	9.75	285,395	273,927
									630,585	619,117
Floating interest rate										
Unsecured, subordinated, redeemable debentures (6 months TB rate (Gross) plus 75 basis points)**	Semi annually	24.11.2008	24.11.2013	10.00	10.00	10.25	17.04	9.75	3,699,390	3,699,390
Unsecured, subordinated, redeemable debentures (6 months TB rate plus 150 basis points)**	Semi annually	31.12.2003	31.12.2011	10.15	10.15	10.41	16.69	9.35	250,000	250,000
Unsecured, subordinated, redeemable debentures (12 months TB (Gross) rate plus 70 basis points)***	Semi annually	03.11.2005	03.11.2010	11.68	11.68	12.02	20.24	8.80	1,000,000	1,000,000
Unsecured, subordinated, redeemable debentures (12 months TB (Gross) rate plus 75 basis points)***	Semi annually	27.10.2006	27.10.2011	12.11	12.11	12.48	20.16	9.35	1,000,000	1,000,000
Unsecured, subordinated, redeemable debentures (12 months TB (Gross) rate plus 100 basis points)***	Annually	15.08.2008	15.08.2013	14.31	14.31	14.31	18.14	9.70	300,000	300,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate)***	Annually	17.11.2006	17.11.2011	11.36	11.36	11.36	19.41	9.35	1,200,000	1,200,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate)***	Annually	10.01.2007	10.01.2012	10.39	20.27	10.63	20.40	9.40	1,500,000	1,500,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate)***	Annually	12.03.2007	12.03.2012	10.52	19.66	12.27	20.58	9.40	1,000,000	1,000,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate plus 50 basis points)***	Annually	03.10.2007	03.10.2012	12.82	12.82	12.82	19.51	9.45	1,000,000	1,000,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate plus 50 basis points)***	Annually	01.11.2007	01.11.2012	11.48	11.48	11.48	19.99	9.45	1,500,000	1,500,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate plus 50 basis points)***	Annually	01.11.2007	01.11.2012	11.48	11.48	11.48	19.99	9.45	500,000	500,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate plus 50 basis points)***	Annually	01.04.2008	01.04.2013	18.80	18.80	18.80	19.54	9.70	500,000	500,000
Unsecured, redeemable, debentures (12 months TB (Gross) rate plus 50 basis points)***	Annually	01.04.2008	01.04.2013	18.80	18.80	18.80	19.54	9.70	1,500,000	1,500,000
									14,949,390	14,949,390
B - United State dollar debentures										
Fixed interest rate										
Unsecured, subordinated, redeemable debentures	Semi annually	10.10.2008	10.10.2013	5.50	5.50	5.50	5.50	4.10	27,427	27,493
Floating interest rate										
Unsecured, subordinated, redeemable debentures (6 months LIBOR Plus 300 basis points)****	Semi annually	10.10.2008	10.10.2013	3.60	4.69	3.63	4.74	4.10	2,442,735	2,448,613
									2,470,162	2,476,106
									18,050,137	18,044,613

Notes

- * Debentures that are listed in the Colombo Stock Exchange were issued on 24 November 2008. Some of these have been traded in the Colombo Stock Exchange during the period ended 31 March 2010
(Highest Price - Rs.107.00, Lowest Price - Rs.107.00, Last Transaction Price - Rs.107.00)
- ** Weighted average 6 months Treasury Bill interest rate before deducting 10% withholding tax at the primary quotations as announced by the Central Bank of Sri Lanka, at the preceding week of the interest resetting date.
- *** Weighted average 12 months Treasury Bill interest rate before deducting 10% withholding tax at the primary quotations as announced by the Central Bank of Sri Lanka, at the preceding week of the interest resetting date.
- **** 6 months London Inter Bank Offered Rate (LIBOR) for US Dollars plus 3% per annum

INFORMATION ON LISTED DEBENTURES

	01-Jan-2010 to 31-Mar-2010 Rs.	01-Jan-2009 to 31-Mar-2009 Rs.
Market Value		
BOC Debenture 2008/2013 , Unsecured, Subordinated, Redeemable, 5 years, fixed rate (19.0%)		
Highest (Rs.)	107	Not Traded
Lowest (Rs.)	107	Not Traded
Last transaction (Rs.)	107	Not Traded
Unsecured, Subordinated, Redeemable, 5 years, zero coupon		
Highest (Rs.)	Not Traded	Not Traded
Lowest (Rs.)	Not Traded	Not Traded
Last transaction (Rs.)	Not Traded	Not Traded
Unsecured, Subordinated, Redeemable, 5 years, floating rate (Gross TB+ 0.75%)		
Highest (Rs.)	Not Traded	Not Traded
Lowest (Rs.)	Not Traded	Not Traded
Last transaction (Rs.)	Not Traded	Not Traded

YIELD OF LAST TRADE DONE

	31-Mar-2010 %	31-Dec-2009 %
Interest yield as at date of last trade done		
BOC Debenture 2008/2013 ,		
5 years, fixed rate (19.0%)	17.76	18.18
5 years, zero coupon	Not Traded	Not Traded
5 years, floating rate (Gross TB+ 0.75%)	Not Traded	Not Traded
Yield to maturity of last trade done		
BOC Debenture 2008/2013 ,		
5 years, fixed rate (19.0%)	16.19	18.56
5 years, zero coupon	Not Traded	Not Traded
5 years, floating rate (Gross TB+ 0.75%)	Not Traded	Not Traded

SEGMENTAL ANALYSIS - GROUP

9

Rs. '000

For the three months ended 31 March	Banking		Leasing		Treasury and Investment		Property		Insurance		Other Non Banking / Unallocated		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Revenue from external customers:														
Interest	7,979,558	9,282,451	-	-	3,397,074	3,766,677	1,263	1,591	8,114	-	958	1,370	11,386,968	13,052,088
Exchange	(35,466)	175,725	-	-	245,097	716,652	-	-	-	-	-	-	209,632	892,377
Lease income	-	-	542,990	602,123	-	-	-	-	-	-	-	-	542,990	602,123
Commissions	1,325,553	778,511	20,298	3,054	-	-	-	8,060	39,017	-	1,301	1,110	1,386,169	790,735
Other	217,479	438,889	8,966	6,755	353,818	501,880	142,013	135,403	202	-	86,530	40,475	809,009	1,123,402
Total revenue	9,487,125	10,675,575	572,254	611,931	3,995,990	4,985,209	143,276	145,054	47,333	-	88,790	42,955	14,334,767	16,460,725
Segment result	1,434,688	1,843,775	258,880	219,880	980,065	707,692	86,183	88,143	(915)	-	64,120	(4,466)	2,823,022	2,855,023
Unallocated expenses	-	-	-	-	-	-	-	-	-	-	-	-	(1,486,870)	(1,395,579)
Profit from operations	-	-	-	-	-	-	-	-	-	-	-	-	1,336,152	1,459,443
Net financing costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of Profit/(Loss) of Associates	-	-	-	-	-	-	-	-	-	-	-	-	73,938	16,985
Income tax expense	-	-	-	-	-	-	-	-	-	-	-	-	(554,835)	(517,789)
Minority interest	-	-	-	-	-	-	-	-	-	-	-	-	(24,392)	(984)
Profit attributable to equity holders / parent	-	-	-	-	-	-	-	-	-	-	-	-	830,863	957,655
Segment assets	312,347,417	287,057,633	9,796,662	11,822,229	203,195,324	166,138,494	2,988,793	2,752,519	492,663	-	426,785	376,875	529,247,643	468,147,750
Investment in associates	-	-	-	-	1,152,120	972,328	-	-	-	-	-	-	1,152,120	972,328
Unallocated assets	-	-	-	-	-	-	-	-	-	-	23,432,323	31,906,459	23,432,323	31,906,459
Total assets	312,347,417	287,057,633	9,796,662	11,822,229	204,347,444	167,110,822	2,988,793	2,752,519	492,663	-	23,859,108	32,283,334	553,832,086	501,026,537
Segment liabilities	306,558,037	283,378,183	6,699,555	8,984,962	211,958,477	173,941,611	370,887	300,202	356,035	-	415,755	369,716	526,358,745	466,974,674
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	2,227,678	8,375,311	2,227,678	8,375,311
Total liabilities	306,558,037	283,378,183	6,699,555	8,984,962	211,958,477	173,941,611	370,887	300,202	356,035	-	2,643,433	8,745,027	528,586,423	475,349,985
Cash flows from operating activities	(27,788,826)	8,416,976	95,479	148,792	(2,408,205)	9,685,863	(19,757)	(23,198)	104,948	-	1,516,913	(2,148,808)	(28,499,448)	16,079,624
Cash flows from investing activities	-	-	-	-	(9,688,044)	(448,807)	116,291	42,553	(42,724)	-	-	-	(9,614,477)	(406,254)
Cash flows from financing activities	(794,060)	(8,241,213)	-	-	12,361,549	(2,764,579)	-	-	-	-	(2,183,138)	(182,233)	9,384,351	(11,188,025)
Capital expenditure	(450,608)	(262,881)	(9,702)	(1,335)	-	-	(9)	(3,815)	(1,049)	-	(8)	(1)	(461,377)	(268,032)