

INCOME STATEMENT

For the nine months ended	R's'000											
	Bank			Group								
	for the nine months ended			for the quarter ended			for the nine months ended			for the quarter ended		
30-09-2009	30-09-2008	Growth %	30-09-2009	30-09-2008	Growth %	30-09-2009	30-09-2008	Growth %	30-09-2009	30-09-2008	Growth %	
Total Revenue	47,348,260	41,369,691	14.5	15,200,413	14,444,849	5.2	49,071,723	43,994,695	11.5	15,865,962	15,442,966	2.7
Interest Income	39,368,893	35,150,008	12.0	12,909,601	12,416,427	4.0	40,849,743	36,653,289	11.7	13,463,996	12,941,861	4.0
Interest Income on Loans and Advances	28,205,664	25,398,763	11.1	9,168,720	8,800,933	6.6	29,507,953	26,722,794	10.4	9,637,828	9,516,974	1.3
Interest Income on Other Interest Earning Assets	11,163,229	9,751,245	14.5	3,740,881	3,615,494	(2.0)	11,441,790	9,930,495	15.2	3,826,168	3,424,887	11.7
Less: Interest Expenses	29,009,995	25,622,485	13.7	9,705,273	8,727,874	11.2	29,932,656	26,424,106	13.3	10,021,213	9,048,040	10.8
Interest Expense on Deposits	19,854,755	15,397,000	29.0	5,276,039	5,296,535	37.4	20,209,336	15,841,469	29.2	7,481,801	5,384,551	38.9
Interest Expense on Other Interest Bearing Liabilities	9,155,240	10,225,485	(9.6)	2,429,234	3,431,339	(29.2)	9,723,320	10,582,637	(9.8)	2,539,412	3,663,389	(30.7)
Net Interest Income	10,358,899	9,627,523	7.6	3,204,329	3,688,553	(13.1)	11,017,087	10,229,163	7.7	3,442,783	3,893,821	(11.6)
Non - Interest Income	1,476,482	895,645	112.2	253,252	282,626	(10.4)	1,476,482	686,645	112.2	253,252	282,626	(10.4)
Foreign Exchange Income	4,811,946	4,811,946	18.6	1,797,379	1,480,177	21.4	5,945,921	5,927,614	(1.4)	1,996,154	1,949,431	(2.2)
Other Income	17,545,620	15,134,814	15.9	5,254,960	5,451,356	(3.6)	18,339,399	16,852,622	8.8	5,602,149	6,125,878	(8.5)
Less: Non - Interest Expenses	6,025,630	5,207,281	15.7	2,185,057	1,826,470	19.6	6,303,839	5,444,260	15.8	2,280,195	1,906,616	19.6
Personnel Cost	1,607,314	1,607,314	(2.9)	529,762	529,762	(9.9)	1,616,083	1,660,531	(2.7)	529,900	591,405	(6.6)
Premises, Equipment and Establishment Expenses	1,740,464	1,714,796	1.5	611,606	560,441	9.1	1,562,799	1,871,227	(16.5)	557,697	613,448	(9.1)
Loss on Trading/Investment Securities	-	-	-	-	-	-	-	-	-	-	-	
Amortization of Intangible Assets	177,481	144,224	23.1	40,000	78,012	(48.7)	177,481	152,265	16.6	25,216	85,283	(70.4)
Other Operating Expenses	2,005,538	1,788,374	12.1	735,993	680,468	8.1	2,268,440	2,628,279	(13.7)	821,414	1,036,536	(20.8)
Less: Provision for Bad and Doubtful Debts and Loans Written Off	11,556,427	10,568,637	10.0	4,099,038	3,704,980	10.6	11,929,242	11,256,862	1.5	4,214,422	4,203,288	0.3
Provisions - General	377,802	277,203	36.3	(56,081)	200,393	(128.0)	441,485	295,725	49.3	(28,558)	148,584	(119.2)
Provisions - Specific	1,383,807	879,318	57.6	434,064	196,965	120.5	1,440,598	934,123	60.3	446,853	220,808	102.4
Recoveries	(794,647)	(712,392)	11.2	(240,162)	(266,915)	(9.6)	(797,667)	(777,667)	11.4	(242,560)	(220,486)	(9.8)
Loans Written Off	-	-	-	-	-	-	-	-	-	-	-	
Less: Provision for Decline in Value of Investments (Net)	966,962	443,127	-	137,801	131,639	4.7	1,091,316	481,881	-	175,835	100,344	-
Operating Profit on Ordinary Activities Before Taxes	5,020,231	4,183,030	20.0	1,018,121	1,614,737	(36.9)	5,346,428	4,620,358	15.7	1,218,925	1,821,933	(33.1)
Less: Value Added Tax on Financial Services	-	-	-	-	-	-	707,412	595,162	51.9	2,030,329	1,336,273	28.2
Operating Profit on Ordinary Activities Before Corporate Tax	3,017,570	2,868,253	5.2	316,709	1,059,575	(70.7)	3,316,099	3,284,085	1.0	498,928	1,260,376	(60.4)
Share of Profit of Associate Companies	-	-	-	-	-	-	(7,824)	31,259	(125.4)	(69,878)	(7,884)	67.1
Profit Before Corporate Tax	3,017,570	2,868,253	5.2	316,709	1,059,575	(70.7)	3,308,175	3,252,844	(0.2)	438,050	1,252,512	(65.0)
Less: Provision for Corporate Tax	1,021,917	1,376,762	(25.8)	107,818	484,765	(77.8)	1,219,401	1,580,784	(21.9)	179,044	536,534	(66.6)
Profit After Corporate Tax	1,995,653	1,491,491	33.8	208,891	574,810	(64.7)	2,088,773	1,756,560	(29.6)	259,005	715,978	(63.8)
Less: Minority Interest	-	-	-	-	-	-	49,081	(100.6)	2,250	16,654	(86.5)	
Net Profit attributable to shareholders	1,995,653	1,491,491	33.8	208,891	574,810	(64.7)	2,089,070	1,705,479	22.5	256,756	699,324	(63.3)
Basic Earnings per share (Rs.)	399.13	298.30	-	40.58	114.96	-	417.81	341.10	-	51.35	138.86	-

BALANCE SHEET

As at	R's'000			
	Bank		Group	
	30-09-2009	31-12-2008 Audited	30-09-2009	31-12-2008 Audited
On-Balance Sheet Assets				
Cash in Hand	8,016,904	8,016,798	17.6	6,953,888
Balances with Central Banks	14,304,614	15,629,080	(8.5)	14,304,614
Due from Banks and Other Financial Institutions	51,952,435	19,755,100	163.0	52,070,885
Investments - Trading Account	27,726,260	8,374,925	231.0	28,988,155
Government Securities	26,681,442	8,231,208	224.1	27,531,172
Other Securities	1,038,818	1,437,717	623.8	1,456,983
Investments - Held-to-Maturity	133,658,870	136,538,446	(2.1)	133,744,965
Government Securities	121,346,116	126,039,027	(3.7)	121,346,116
Government of Sri Lanka Restructuring Bonds	9,209,700	8,547,000	16.2	9,209,700
Other Securities	2,400,311	1,960,561	22.4	2,486,406
Less: Provision for decline in value of investment	(16,257)	(8,142)	99.7	(16,257)
Investments in Associates and Subsidiaries	3,607,565	3,602,564	0.1	939,586
Total Loans and Advances	257,352,416	267,063,076	(3.6)	264,110,641
Total Performing Loans and Advances	257,352,416	267,063,076	(3.6)	264,110,641
Rate of Exchange	23,614,567	16,107,732	46.6	23,629,984
Overdrafts	50,314,500	58,231,430	(13.6)	50,301,032
Lease Rentals Receivable	4,335,727	5,594,209	(22.5)	9,763,854
Other Loans	179,087,542	187,129,705	(4.3)	187,169,715
Total Non-performing Loans and Advances	17,989,920	13,815,981	30.2	19,272,262
Bills of Exchange	865,298	799,993	8.2	972,942
Overdrafts	3,922,213	3,772,814	4.0	3,772,814
Lease Rentals Receivable	807,291	560,632	44.9	1,243,336
Other Loans	12,022,040	8,341,710	44.1	12,186,961
Foreclosed Properties	365,078	340,832	7.1	365,078
Interest Receivable on Non Performing Loans	8,959,668	8,606,616	4.1	9,091,499
Total Gross Loans and Advances	284,294,004	289,485,873	(1.8)	292,474,402
Less: Interest in Suspense	(8,959,668)	(8,606,616)	4.1	(9,091,499)
Specific Loan Loss Provisions	(8,455,492)	(7,837,218)	7.9	(8,973,803)
General Loan Loss Provisions	(2,069,660)	(1,036,814)	6.9	(2,041,191)
Net Loans and Advances	264,809,184	271,052,025	(2.3)	272,217,942
Other Assets	23,736,044	17,303,781	37.2	24,886,979
Intangible Assets	291,356	232,564	25.3	302,978
Investment Properties	6,010,495	10,818,885	(18.8)	6,010,495
Total On-Balance Sheet Assets	534,109,726	484,378,258	10.3	543,175,045
On-Balance Sheet Liabilities				
Total Deposits	399,245,149	316,609,566	26.3	402,154,462
Demand Deposits	46,105,141	47,908,126	(3.8)	46,006,704
Savings Accounts	151,188,192	129,316,931	16.9	151,188,366
Time Deposits	200,664,331	134,521,945	49.2	203,871,907
Margin Deposits	1,257,986	1,381,432	(8.9)	1,257,986
Other Deposits	29,499	2,950,432	(99.0)	29,499
Total Borrowings	89,666,944	129,088,155	(30.5)	92,293,207
Borrowings from Central Bank of Sri Lanka	4,411,905	4,709,635	(6.3)	4,411,905
Borrowings from Banks and Financial Institutions in Sri Lanka	24,071,606	35,339,314	(31.9)	26,840,637
Borrowings from Banks and Financial Institutions Abroad	6,487,692	21,248,946	(69.5)	6,487,692
Securities sold under Repurchase Agreements	36,651,864	30,941,656	(26.4)	35,369,936
Debentures	18,043,877	17,888,604	0.3	19,183,037
Deferred taxation	506,531	506,531	-	506,531
Current Taxation	1,461,117	1,078,501	35.5	1,588,066
Other Liabilities	19,410,835	14,531,249	33.6	20,160,535
Total On-Balance Sheet Liabilities	510,290,576	461,274,002	10.6	516,851,201
Minority Interest	-	-	-	655,342
Equity Capital and Reserves	23,819,150	23,102,256	3.1	25,709,626
Stated Capital	5,000,000	5,000,000	-	5,000,000
Permanent Reserve Fund	2,585,000	2,585,000	-	2,585,000
Other Reserves	16,234,150	15,517,256	4.6	18,124,626
Total On-Balance Sheet Liabilities and Equity Capital and Reserves	534,109,726	484,378,258	10.3	543,175,045
Off-Balance Sheet Items and Contra Accounts				
Contingencies	271,500,503	164,685,655	64.9	271,500,503