



INTERIM FINANCIAL STATEMENTS
for the six months ended 30 June 2019
(Un -audited)

Bank of Ceylon

STATEMENT OF PROFIT OR LOSS

1

Rs. 000

30 June	Bank						Group					
	For the six month ended			For the quarter ended			For the six month ended			For the quarter ended		
	2019	2018 Restated	Change %	2019	2018 Restated	Change %	2019	2018 Restated	Change %	2019	2018 Restated	Change %
Total income	115,555,147	101,755,531	13.6	59,995,033	51,499,635	16.5	119,695,863	105,735,174	13.2	61,902,449	53,108,376	16.6
Interest income	109,152,305	92,294,124	18.3	55,858,137	46,992,778	18.9	112,430,499	95,491,093	17.7	57,527,920	48,565,340	18.5
Interest expenses	(70,696,972)	(62,810,125)	12.6	(35,809,491)	(31,859,126)	12.4	(72,617,676)	(64,474,144)	12.6	(36,821,058)	(32,677,211)	12.7
Net interest income	38,455,333	29,483,999	30.4	20,048,646	15,133,652	32.5	39,812,823	31,016,949	28.4	20,706,862	15,888,129	30.3
Fee and commission income	5,677,216	5,005,365	13.4	2,878,071	2,680,051	7.4	5,851,016	5,224,450	12.0	2,972,942	2,794,558	6.4
Fee and commission expenses	(1,271,608)	(1,119,896)	13.5	(650,568)	(499,122)	30.3	(1,287,619)	(1,127,496)	14.2	(658,736)	(502,688)	31.0
Net fee and commission income	4,405,608	3,885,469	13.4	2,227,503	2,180,929	2.1	4,563,397	4,096,954	11.4	2,314,206	2,291,870	1.0
Net gains / (losses) from trading	1,374,154	1,317,787	4.3	596,451	668,126	(10.7)	1,384,436	1,331,586	4.0	601,056	665,554	(9.7)
Net fair value gains / (losses) from financial instruments at fair value through profit or loss	(514,911)	(430,279)	19.7	(289,349)	(541,156)	(46.5)	(555,805)	(450,463)	23.4	(301,113)	(561,340)	(46.4)
Net gains / (losses) from financial investments	192,150	134,994	42.3	288,292	(83,082)	(447.0)	198,574	160,869	23.4	295,017	(76,403)	(486.1)
Other operating income	(325,767)	3,433,540	(109.5)	663,431	1,782,918	(62.8)	387,144	3,977,639	(90.3)	806,628	1,720,667	(53.1)
	725,626	4,456,042	(83.7)	1,258,825	1,826,806	(31.1)	1,414,349	5,019,631	(71.8)	1,401,588	1,748,478	(19.8)
Total operating income	43,586,567	37,825,510	15.2	23,534,974	19,141,387	23.0	45,790,569	40,133,534	14.1	24,422,656	19,928,477	22.6
Impairment (charge) / reversal												
Loans and advances	(10,566,083)	(7,274,557)	45.2	(6,764,660)	(5,055,927)	33.8	(10,703,446)	(7,614,927)	40.6	(6,787,306)	(5,164,201)	31.4
Other financial assets	170,606	(569,887)	(129.9)	(42,508)	32,465	(230.9)	171,555	(590,070)	(129.1)	(62,692)	12,282	(610.4)
Net operating income	33,191,090	29,981,066	10.7	16,727,806	14,117,925	18.5	35,258,678	31,928,537	10.4	17,572,658	14,776,558	18.9
Operating expenses												
Personnel expenses	(9,682,009)	(9,244,890)	4.7	(5,179,505)	(4,986,107)	3.9	(10,608,402)	(10,170,937)	4.3	(5,663,788)	(5,454,916)	3.8
Depreciation and amortisation	(1,735,062)	(1,068,861)	62.3	(1,139,481)	(528,025)	115.8	(2,050,926)	(1,370,013)	49.7	(1,245,289)	(641,383)	94.2
Other expenses	(4,993,460)	(5,622,559)	(11.2)	(2,268,661)	(2,913,120)	(22.1)	(5,264,896)	(6,394,137)	(17.7)	(2,017,266)	(3,103,973)	(35.0)
Total operating expenses	(16,410,531)	(15,936,310)	3.0	(8,587,647)	(8,427,252)	1.9	(17,924,224)	(17,935,087)	(0.1)	(8,926,343)	(9,200,272)	(3.0)
Operating profit before taxes on financial services	16,780,559	14,044,756	19.5	8,140,159	5,690,673	43.0	17,334,454	13,993,450	23.9	8,646,315	5,576,286	55.1
Less: Value Added Tax (VAT) on financial services	(2,952,276)	(2,974,211)	(0.7)	(1,638,832)	(1,317,893)	24.4	(3,002,764)	(3,032,617)	(1.0)	(1,679,246)	(1,351,189)	24.3
Less: Nation Building Tax (NBT) on financial services	(393,198)	(396,855)	(0.9)	(218,405)	(106,213)	105.6	(400,035)	(397,141)	0.7	(223,639)	(102,556)	118.1
Less: Debt repayment levy	(1,633,797)	-	-	(916,683)	-	-	(1,663,372)	-	-	(946,258)	-	-
Operating profit after taxes on financial services	11,801,288	10,673,690	10.6	5,366,239	4,266,567	25.8	12,268,283	10,563,692	16.1	5,797,172	4,122,541	40.6
Share of profits / (losses) of Associate companies, net of tax	-	-	-	-	-	-	19,783	17,388	13.8	19,617	16,723	17.3
Profit before income tax	11,801,288	10,673,690	10.6	5,366,239	4,266,567	25.8	12,288,066	10,581,080	16.1	5,816,789	4,139,264	40.5
Income tax expense	(4,852,945)	(4,036,923)	20.2	(2,633,438)	(2,020,193)	30.4	(5,009,185)	(4,159,063)	20.4	(2,717,197)	(2,100,160)	29.4
Profit for the period	6,948,343	6,636,767	4.7	2,732,801	2,246,374	21.7	7,278,881	6,422,017	13.3	3,099,592	2,039,104	52.0
Profit attributable to:												
Equity holder of the Bank	6,948,343	6,636,767	4.7	2,732,801	2,246,374	21.7	7,099,376	6,497,035	9.3	2,895,405	2,076,716	39.4
Non controlling interest	-	-	-	-	-	-	179,505	(75,018)	(339.3)	204,187	(37,612)	(642.9)
Profit for the period	6,948,343	6,636,767	4.7	2,732,801	2,246,374	21.7	7,278,881	6,422,017	13.3	3,099,592	2,039,104	52.0
Earnings per share:												
Basic earnings per share (Rs.)	308.43	384.12	(19.7)	109.31	115.17	(5.1)	315.14	376.03	(16.2)	115.82	106.47	8.8
Diluted earnings per share (Rs.)	277.93	331.84	(16.2)	109.31	112.32	(2.7)	283.98	324.85	(12.6)	115.82	103.84	11.5

STATEMENT OF COMPREHENSIVE INCOME

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Rs. 000

30 June	Bank						Group					
	For the six month ended			For the quarter ended			For the six month ended			For the quarter ended		
	2019	2018 Restated	Change %	2019	2018 Restated	Change %	2019	2018 Restated	Change %	2019	2018 Restated	Change %
Profit for the period	6,948,343	6,636,767	4.7	2,732,801	2,246,374	21.7	7,278,881	6,422,017	13.3	3,099,592	2,039,104	52.0
Other comprehensive income for the period , net of tax												
Items that will be reclassified to profit or loss												
Exchange differences on translation of foreign operations	(248,372)	(16,560)	1,399.8	26,908	(105,240)	(125.6)	(359,175)	(5,844)	6,046.0	(51,956)	(281,222)	(81.5)
Net gains / (losses) on investments in debt instruments measured at FVTOCI	128,883	(14,264)	(1,003.6)	(18,054)	44,636	(140.4)	113,449	(17,813)	(736.9)	(43,038)	84,447	(151.0)
Deferred tax effect on above	(82,126)	3,994	(2,156.3)	(82,126)	29,957	(374.1)	(82,126)	3,994	(2,156.2)	(82,126)	29,957	(374.1)
Net (gains) / losses on FVTOCI financial investments reclassification to profit or loss	164,425	(14,879)	(1,205.1)	160,842	-	-	164,425	(14,879)	(1,205.1)	160,842	-	-
Share of other comprehensive income of Associate companies, net of tax	-	-	-	-	-	-	(8,973)	(4,145)	116.5	583	(6,757)	(108.6)
	(37,190)	(41,709)	(10.8)	87,570	(30,647)	(385.7)	(172,400)	(38,687)	345.6	(15,695)	(173,575)	(91.0)
Items that will not be reclassified to profit or loss												
Change in fair value on investments in equity instruments designated at FVTOCI	(382,541)	(236,198)	62.0	(115,574)	(13,023)	787.5	(248,168)	(458,020)	(45.8)	(4,663)	(11,670)	(60.0)
Deferred tax effect on above	(91,034)	(59,409)	53.2	(40,751)	3,480	(1,271.0)	(91,034)	(59,409)	53.2	(40,751)	3,480	(1,271.0)
Re-measurement of post-employment benefit obligations	-	-	-	-	-	-	1,438	1,043	37.9	287	677	(57.6)
Deferred tax effect on above	-	-	-	-	-	-	(404)	(290)	39.3	(82)	(180)	(54.4)
	(473,575)	(295,607)	60.2	(156,325)	(9,543)	1,538.1	(338,168)	(516,676)	(34.5)	(45,209)	(7,693)	487.7
Other comprehensive income for the period, net of tax	(510,765)	(337,316)	51.4	(68,755)	(40,190)	71.1	(510,568)	(555,363)	(8.1)	(60,904)	(181,268)	(66.4)
Total comprehensive income for the period	6,437,578	6,299,451	2.2	2,664,046	2,206,184	20.8	6,768,313	5,866,654	15.4	3,038,688	1,857,836	63.6
Attributable to:												
Equity holder of the Bank	6,437,578	6,299,451	2.2	2,664,046	2,206,184	20.8	6,581,616	5,952,422	10.6	2,830,790	1,904,097	48.7
Non controlling interest	-	-	-	-	-	-	186,697	(85,768)	(317.7)	207,899	(46,261)	(549.4)
Total comprehensive income for the period	6,437,578	6,299,451	2.2	2,664,046	2,206,184	20.8	6,768,313	5,866,654	15.4	3,038,688	1,857,836	63.6

As at	Bank			Group		
	30-Jun-2019	31-Dec-2018 (Audited)	Change %	30-Jun-2019	31-Dec-2018 (Audited)	Change %
Assets						
Cash and cash equivalents	95,914,429	78,447,577	22.3	95,632,308	78,558,031	21.7
Balances with Central Banks	54,314,589	65,680,371	(17.3)	54,314,589	65,680,371	(17.3)
Placements with banks	19,281,614	40,450,089	(52.3)	23,698,828	41,681,910	(43.1)
Securities purchased under resale agreements	31,280,822	-	-	32,575,800	1,436,068	2,168.4
Derivative financial instruments	1,243,015	1,205,657	3.1	1,243,015	1,205,657	3.1
Financial assets recognized through profit or loss measured at fair value	7,726,018	9,277,298	(16.7)	7,959,161	9,583,327	(16.9)
Financial assets at amortized cost						
- loans and advances	1,409,512,961	1,429,107,181	(1.4)	1,442,311,589	1,460,618,588	(1.3)
- debt and other instruments	533,129,243	551,839,449	(3.4)	534,088,321	551,956,734	(3.2)
Financial assets - measured at fair value through other comprehensive income	8,195,081	16,699,582	(50.9)	12,532,615	20,415,199	(38.6)
Investment in Subsidiary companies	6,513,048	6,513,048	-	-	-	-
Investment in Associate companies	92,988	92,988	-	442,436	441,226	0.3
Investment properties	2,707,320	2,765,856	(2.1)	118,729	120,182	(1.2)
Property, plant and equipment	24,155,020	24,178,155	(0.1)	37,481,208	37,762,509	(0.7)
Leasehold properties	111,718	98,899	13.0	117,041	130,500	(10.3)
Right of Use Asset	1,004,538	-	-	1,030,141	-	-
Intangible assets	1,025,685	1,238,186	(17.2)	1,216,297	1,456,630	(16.5)
Deferred tax assets	179,962	-	-	876,776	3,052	28,627.9
Other assets	36,958,349	40,560,058	(8.9)	38,501,693	41,872,891	(8.1)
Total assets	2,233,346,400	2,268,154,394	(1.5)	2,284,140,547	2,312,922,875	(1.2)
Liabilities						
Due to banks	2,165,585	2,402,468	(9.9)	2,492,707	2,515,998	(0.9)
Securities sold under repurchase agreements	36,987,307	97,399,359	(62.0)	37,075,365	97,423,302	(61.9)
Derivative financial instruments	220,744	509,018	(56.6)	220,744	509,018	(56.6)
Financial liabilities at amortized cost						
- due to depositors	1,819,930,634	1,765,025,970	3.1	1,839,690,632	1,783,975,493	3.1
- due to other borrowers	162,281,669	201,792,174	(19.6)	171,248,402	207,053,674	(17.3)
Debt securities issued	-	-	-	4,019,494	4,105,681	(2.1)
Current tax liabilities	4,726,368	3,922,189	20.5	4,801,550	4,039,380	18.9
Deferred tax liabilities	5,569,655	5,073,526	9.8	8,272,534	7,762,214	6.6
Insurance provision - Life	-	-	-	515,518	575,625	(10.4)
Insurance provision - Non life	-	-	-	307,056	366,618	(16.2)
Other liabilities	17,469,754	19,760,429	(11.6)	20,028,788	21,970,739	(8.8)
Subordinated liabilities	56,288,289	50,827,239	10.7	55,947,879	50,484,487	10.8
Total liabilities	2,105,640,005	2,146,712,372	(1.9)	2,144,620,669	2,180,782,229	(1.7)
Equity						
Share capital	25,000,000	25,000,000	-	25,000,000	25,000,000	-
Permanent reserve fund	12,890,000	12,890,000	-	12,890,000	12,890,000	-
OCI reserve	1,575,801	1,838,194	(14.3)	2,323,843	2,474,454	(6.1)
Retained earnings	74,109,017	67,333,879	10.1	75,369,944	68,451,746	10.1
Other reserves	14,131,577	14,379,949	(1.7)	22,270,122	22,629,297	(1.6)
Total equity attributable to equity holder of the Bank	127,706,395	121,442,022	5.2	137,853,909	131,445,497	4.9
Non controlling interest	-	-	-	1,665,970	695,149	139.7
Total equity	127,706,395	121,442,022	5.2	139,519,879	132,140,646	5.6
Total liabilities and equity	2,233,346,400	2,268,154,394	(1.5)	2,284,140,547	2,312,922,875	(1.2)
Contingent liabilities and commitments	500,898,603	508,306,808	(1.5)	505,410,644	513,192,419	(1.5)

STATEMENT OF CHANGES IN EQUITY- BANK

4

Rs. 000

	Share capital		Permanent reserve fund	Available for sale reserve	OCI reserve	Other reserves		Retained earnings	Total Equity
	Share capital	Capital pending allotment				Other reserves	Revaluation reserve		
Balance as at 01 January 2018	15,000,000	5,000,000	10,427,000	3,718,526	-	1,570,810	11,966,489	63,472,250	111,155,075
Impact of adopting SLFRS 9 as at 01 January 2018	-	-	-	(3,718,526)	2,541,656	-	-	(9,562,471)	(10,739,341)
Deferred tax on transitional adjustments	-	-	-	-	-	-	-	3,345,868	3,345,868
Restated Balance as at 01 January 2018	15,000,000	5,000,000	10,427,000	-	2,541,656	1,570,810	11,966,489	57,255,647	103,761,602
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	6,636,767	6,636,767
Other comprehensive income, net of tax	-	-	-	-	(320,756)	(16,560)	-	-	(337,316)
Dividends for the period	-	-	-	-	-	-	-	(1,673,205)	(1,673,205)
Balance as at 30 June 2018	15,000,000	5,000,000	10,427,000	-	2,220,900	1,554,250	11,966,489	62,219,209	108,387,848
Balance as at 01 January 2019	20,000,000	5,000,000	12,890,000	-	1,838,194	2,681,679	11,698,270	67,333,879	121,442,022
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	6,948,343	6,948,343
Other comprehensive income, net of tax	-	-	-	-	(262,393)	(248,372)	-	-	(510,765)
Dividends for the period	-	-	-	-	-	-	-	(173,205)	(173,205)
Transfers to share capital	5,000,000	(5,000,000)	-	-	-	-	-	-	-
Balance as at 30 June 2019	25,000,000	-	12,890,000	-	1,575,801	2,433,307	11,698,270	74,109,017	127,706,395

STATEMENT OF CHANGES IN EQUITY -GROUP

Rs. 000

	Share capital		Permanent reserve fund	Available for sale reserve	OCI reserve	Other reserves		Retained earnings	Non controlling interest	Total Equity
	Share capital	Capital pending allotment				Other reserves	Revaluation reserve			
Balance as at 01 January 2018	15,000,000	5,000,000	10,427,000	4,760,616	-	2,429,373	18,681,265	65,100,871	927,375	122,326,500
Impact of adopting SLFRS 9 as at 01 January 2018	-	-	-	(4,760,616)	3,583,746	-	-	(10,369,633)	(276,422)	(11,822,925)
Deferred tax on transitional adjustments	-	-	-	-	-	-	-	3,571,637	77,317	3,648,954
Balance as at 01 January 2018	15,000,000	5,000,000	10,427,000	-	3,583,746	2,429,373	18,681,265	58,302,875	728,270	114,152,529
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	-	6,497,035	(75,018)	6,422,017
Other comprehensive income, net of tax	-	-	-	-	(539,346)	(5,844)	3,994	(3,418)	(10,749)	(555,363)
Dividends for the period	-	-	-	-	-	-	-	(1,673,205)	-	(1,673,205)
Balance as at 30 June 2018	15,000,000	5,000,000	10,427,000	-	3,044,400	2,423,529	18,685,259	63,123,287	642,503	118,345,978
Balance as at 01 January 2019	20,000,000	5,000,000	12,890,000	-	2,474,454	3,882,588	18,746,709	68,451,746	695,149	132,140,646
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	-	7,099,376	179,505	7,278,881
Other comprehensive income, net of tax	-	-	-	-	(150,611)	(359,175)	-	(7,973)	7,191	(510,568)
Dividends for the period	-	-	-	-	-	-	-	(173,205)	-	(173,205)
Subsidiary dividends to non controlling interest	-	-	-	-	-	-	-	-	(13,669)	(13,669)
Transfers to share capital	5,000,000	(5,000,000)	-	-	-	-	-	-	-	-
Loss of control of subsidiaries	-	-	-	-	-	-	-	-	797,794	797,794
Balance as at 30 June 2019	25,000,000	-	12,890,000	-	2,323,843	3,523,413	18,746,709	75,369,944	1,665,970	139,519,879

STATEMENT OF CASH FLOWS

5

Rs.'000

For the six months ended 30 June	Bank		Group	
	2019	2018	2019	2018
Cash flows from operating activities				
Profit before income tax	11,801,288	10,673,690	12,288,066	10,581,080
Adjustments for :				
Net interest income	(38,455,333)	(29,483,999)	(39,812,823)	(31,016,949)
Dividend income on trading securities	(54,460)	(67,082)	(54,460)	(71,847)
Dividends from Subsidiaries and Associates	(221,680)	(202,619)	-	-
Share of profits of Associate companies, net of tax	-	-	(19,783)	(17,388)
Change in operating assets	22,746,472	(38,748,243)	19,069,361	(41,927,959)
Change in operating liabilities	(1,720,847)	58,805,611	(2,102,659)	59,074,437
Other non cash items included in profit before tax	13,829,396	6,245,786	14,281,674	6,947,808
Other net losses from investing activities	322,761	295,285	357,231	289,594
	8,247,597	7,518,429	4,006,607	3,858,776
Contribution paid from defined benefit plans	(1,934,904)	(5,700,680)	(1,954,371)	(5,713,279)
Interest received	75,863,481	65,555,812	79,079,266	68,671,903
Interest paid	(66,894,031)	(61,254,727)	(68,658,402)	(62,305,129)
Dividends received	54,460	67,082	54,460	71,847
Net cash from operating activities before income tax	15,336,603	6,185,916	12,527,560	4,584,118
Income tax paid	(3,455,841)	(3,657,560)	(3,540,054)	(3,763,597)
Net cash from operating activities	11,880,762	2,528,356	8,987,506	820,521
Cash flows from investing activities				
Net decrease in financial investments at amortized cost	18,330,664	-	17,488,871	-
Net increase in financial investments - Held to maturity	-	(9,175,096)	-	(8,710,521)
Net decrease in financial investments recognized through OCI	7,920,753	-	7,356,585	-
Net increase in financial investments - Available for sale	-	(10,805,649)	-	(10,345,530)
Net decrease in financial investments- Loans and receivables	-	12,769,127	-	13,950,659
Purchase of property plant and equipment and leasehold properties	(1,572,567)	(1,435,063)	(1,687,475)	(1,477,225)
Purchase of intangible assets	(48,548)	(736,110)	(49,028)	(739,841)
Dividends received	393,434	371,681	198,474	188,258
Interest received	23,740,446	22,663,345	23,790,347	22,900,267
Net cash from investing activities	48,764,182	13,652,234	47,097,774	15,766,067
Cash flows from financing activities				
Net decrease in other borrowings	(45,748,330)	(20,269,062)	(41,277,250)	(18,941,474)
Proceeds from issue of debentures	3,000,000	-	3,000,000	-
Dividends paid to Government of Sri Lanka	(173,205)	(1,673,205)	(173,205)	(1,673,205)
Dividends paid to non controlling interest	-	-	(13,669)	(12,694)
Interest payments on borrowings and debt securities	(305,118)	(4,057,276)	(550,242)	(4,377,765)
Net cash used in financing activities	(43,226,653)	(25,999,543)	(39,014,366)	(25,005,138)
Net increase/ (decrease) in cash and cash equivalents during the period	17,418,291	(9,818,953)	17,070,915	(8,418,550)
Cash and cash equivalents at the beginning of the period	77,591,846	71,731,508	77,588,770	76,902,694
Cash and cash equivalents at the end of the period	95,010,137	61,912,555	94,659,685	68,484,144
Analysis of cash and cash equivalents				
Cash and cash equivalents	95,914,429	63,151,183	95,632,308	69,947,801
Bank overdrafts	(904,292)	(1,238,628)	(972,623)	(1,463,657)
Cash and cash equivalents at the end of the period	95,010,137	61,912,555	94,659,685	68,484,144

SELECTED PERFORMANCE INDICATORS
6

As at	Bank		Group	
	30-Jun-2019	31-Dec-2018	30-Jun-2019	31-Dec-2018
Net assets value per share (Rs)	5,108.26	6,072.10	5,514.16	6,572.27
Profitability				
Interest margin	3.42%	3.11%	3.46%	3.20%
Return on assets (before tax)	1.05%	1.51%	1.07%	1.51%
Return on equity (after tax)	11.16%	16.75%	10.72%	15.34%
Assets Quality				
Gross non - performing advances ratio, (Net of interest in suspense)	5.34%	3.62%		
Net non - performing advances ratio, (Net of interest in suspense and provisions)	2.36%	1.02%		
Investor Information				
Debt equity (%)	38.98	41.02		
Interest cover (times)	2.24	2.80		
Memorandum Information				
Number of employees	8,643	8,724		
Number of branches	579	577		

KEY REGULATORY RATIOS - CAPITAL AND LIQUIDITY

As at	Bank		Group	
	30-Jun-2019	31-Dec-2018	30-Jun-2019	31-Dec-2018
Regulatory Capital (Rs. ' 000)				
Common equity Tier 1	112,824,091	108,830,534	117,770,896	115,250,456
Tier I capital	112,824,091	108,830,534	117,770,896	115,250,456
Total capital	162,732,259	153,811,334	167,794,901	162,065,449
Regulatory Capital Ratios (%)				
Common equity Tier 1 capital ratio (Minimum requirement, Basel III - 8.50%)	10.73%	10.31%	10.73%	10.41%
Tier I capital ratio (Minimum requirement, Basel III - 10.00%)	10.73%	10.31%	10.73%	10.41%
Total capital ratio (Minimum requirement, Basel III - 14.00%)	15.48%	14.58%	15.28%	14.64%
Leverage ratio (Minimum requirement - 3%)	4.75%	N/A	4.81%	N/A
Regulatory Liquidity				
Statutory liquid assets,				
- Domestic banking unit (Rs. ' 000)	550,311,476	478,549,997		
- Off-shore banking unit (US\$ 000)	649,577	835,941		
Statutory liquid assets ratio, (minimum requirement, 20%)				
- Domestic banking unit	26.62%	24.47%		
- Off-shore banking unit	47.85%	60.20%		
Liquidity coverage ratio - Rupee (Minimum requirement, 100.00%)	199.76%	143.51%		
Liquidity coverage ratio - All currency (Minimum requirement, 100.00%)	132.36%	114.99%		
Net stable funding ratio (Minimum requirement - 90%)	135.17%	N/A		

SHARE INFORMATION

Shareholder	30-Jun-2019		31-Dec-2018	
	No. of Ordinary Shares	Holding %	No. of Ordinary Shares	Holding %
Government of Sri Lanka	25,000,000	100	25,000,000 *	100

* This includes 5,000,000 Nos. of shares in pending allotment.

- I. The interim Financial Statements are presented in accordance with Sri Lanka Accounting Standard - LKAS 34 on “Interim Financial Reporting”. These interim condensed Financial Statements should be read in conjunction with the annual financial statements for the year ended 31 December 2018. In order to conform to better presentation, previous year figures and phrases have been adjusted where relevant.
- II. There are no changes in accounting policies and methods of computation since the publication of annual accounts for the year 2018 except the initial adoption of Sri Lanka Financial Reporting standard (SLFRS) 16 -Leases on 1 January 2019. SLFRS 16 requires recognizing lease liabilities and right-of –use assets for some leases classified as operating leases under LKAS 17 Leases.
- III. The Sri Lanka Accounting Standard, SLFRS 09-Financial Instruments is effective for annual period beginning on or after 01st January 2018. The following line items of the Interim Financial Statements for the six months ended 30.06.2018 published in last year were restated under the comparative year data in this year financial statements due to the adoption of SLFRS 9 and the circular No. 02 of 2019 issued by the Bank Supervision Department of the Central Bank of Sri Lanka.

For the six months ended	Bank		Group	
	Restated	As reported in 2018	Restated	As reported in 2018
30 June 2018				
Net gain (loss) from trading	1,317,787	1,154,295	1,331,586	1,154,588
Net gain /(loss) from financial investments	-	269,761	-	288,956
Net fair value gains/(losses) on: financial assets at fair value through profit or loss	(430,279)	-	(450,463)	-
Net gains/(losses) on derecognition of financial assets	134,994	-	160,869	-
Net other operating income	3,433,540	3,264,478	3,977,639	3,955,707
Impairment charges for loans and other losses	(7,844,444)	(7,042,477)	(8,204,997)	(7,443,346)
Operating profit before Taxes on financial services	14,044,756	15,079,215	13,993,450	14,987,592
Profit before income tax	10,673,690	11,708,148	10,581,080	11,575,222
Profit for the period	6,636,767	7,671,225	6,422,017	7,416,159
Total other comprehensive income for the period, net of tax	(337,316)	(566,746)	(555,363)	(784,792)
Total comprehensive income for the period, net of tax	6,299,451	7,104,479	5,866,654	6,631,367

- IV. No circumstances have arisen and no material events have occurred since the reporting date, which require disclosures or adjustments to the financial statements.
- V. During the period there were no material changes in the composition of assets, liabilities and contingent liabilities except for changes that arose from adoption of SLFRS 09.
- VI. All known expenses have been charged in these financial statements.
- VII. The Group financial statements comprise a consolidation of the Bank and its Subsidiaries, Property Development PLC, Merchant Bank of Sri Lanka & Finance PLC, Hotels Colombo (1963) Limited, BOC Property Development & Management (Private) Limited, BOC Travels (Private) Limited, Ceybank Holiday Homes (Private) Limited, BOC Management & Support Services (Private) Limited, MBSL Insurance Company Limited, Koladeniya Hydropower (Private) Limited and Bank of Ceylon (UK) Limited and the Group's interest in its Associate companies, Lanka Securities (Private) Limited, Southern Development Financial Company Limited, Transnational Lanka Records Solutions (Private) Limited and Ceybank Asset Management Limited.

CERTIFICATION

We certify that the above financial statements give a true and fair view of the state of affairs of Bank of Ceylon and the Group as at 30 June 2019 and its profit for the six months period ended 30 June 2019.

Sgd.
W P Russel Fonseka
Chief Financial Officer

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

- a) the above statements have been prepared in compliance with the formats and definitions prescribed by the Central Bank of Sri Lanka and Rule 7.4 of Colombo Stock Exchange and Sri Lanka Accounting Standard – LKAS 34 on “Interim Financial Reporting”.
- b) the information contained in these statements have been extracted from the un-audited financial statements of the Bank and the Group.

Sgd.
Ronald C Perera
Chairman
(Independent Non-Executive)

Sgd.
Nilam Jayasinghe
Director
(Independent Non-Executive)

Sgd.
Senarath Bandara
General Manager

13 August 2019
Colombo

As at 30 June	2019				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	95,914,429	-	-	95,914,429
Balances with Central Banks	-	54,314,589	-	-	54,314,589
Placements with banks	-	19,281,614	-	-	19,281,614
Securities purchased under resale agreements	-	31,280,822	-	-	31,280,822
Derivative financial instruments	1,243,015	-	-	-	1,243,015
Loans and advances	-	1,409,512,961	-	-	1,409,512,961
Financial investments	7,726,018	533,129,243	8,195,081	-	549,050,342
Total financial assets	8,969,033	2,143,433,658	8,195,081	-	2,160,597,772
Other assets				72,748,628	72,748,628
Total assets	8,969,033	2,143,433,658	8,195,081	72,748,628	2,233,346,400

	Fair value through profit or loss	Amortised Cost	Others	Total
Financial liabilities				
Due to banks	-	2,165,585	-	2,165,585
Securities sold under repurchase agreements	-	36,987,307	-	36,987,307
Derivative financial instruments	220,744	-	-	220,744
Other financial liabilities held for trading	-	-	-	-
Due to depositors	-	1,819,930,634	-	1,819,930,634
Other borrowings	-	162,281,669	-	162,281,669
Debt securities issued	-	-	-	-
Subordinated liabilities	-	56,288,289	-	56,288,289
Total financial liabilities	220,744	2,077,653,484	-	2,077,874,228
Other liabilities	-	-	27,765,777	27,765,777
Total liabilities	220,744	2,077,653,484	27,765,777	2,105,640,005

As at 31 December	2018				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	78,447,577	-	-	78,447,577
Balances with Central Banks	-	65,680,371	-	-	65,680,371
Placements with banks	-	40,450,089	-	-	40,450,089
Securities purchased under resale agreements	-	-	-	-	-
Derivative financial instruments	1,205,657	-	-	-	1,205,657
Loans and advances	-	1,429,107,181	-	-	1,429,107,181
Financial investments	9,277,298	551,839,449	16,699,582	-	577,816,329
Total financial assets	10,482,955	2,165,524,667	16,699,582	-	2,192,707,204
Other assets	-	-	-	75,447,190	75,447,190
Total assets	10,482,955	2,165,524,667	16,699,582	75,447,190	2,268,154,394

	Fair value through profit or loss	Amortised Cost	Others	Total
Financial liabilities				
Due to banks	-	2,402,468	-	2,402,468
Securities sold under repurchase agreements	-	97,399,359	-	97,399,359
Derivative financial instruments	509,018	-	-	509,018
Due to depositors	-	1,765,025,970	-	1,765,025,970
Other borrowings	-	201,792,174	-	201,792,174
Debt securities issued	-	-	-	-
Subordinated liabilities	-	50,827,239	-	50,827,239
Total financial liabilities	509,018	2,117,447,210	-	2,117,956,228
Other liabilities	-	-	28,756,144	28,756,144
Total liabilities	509,018	2,117,447,210	28,756,144	2,146,712,372

As at 30 June	2019				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	95,632,308	-	-	95,632,308
Balances with Central Banks	-	54,314,589	-	-	54,314,589
Placements with banks	-	23,698,828	-	-	23,698,828
Securities purchased under resale agreements	-	32,575,800	-	-	32,575,800
Derivative financial instruments	1,243,015	-	-	-	1,243,015
Loans and advances	-	1,442,311,589	-	-	1,442,311,589
Financial investments	7,959,161	534,088,321	12,532,615	-	554,580,097
Total financial assets	9,202,176	2,182,621,435	12,532,615	-	2,204,356,226
Other assets	-	-	-	79,784,321	79,784,321
Total assets	9,202,176	2,182,621,435	12,532,615	79,784,321	2,284,140,547

	Fair value through profit or loss	Amortised cost	Others	Total
Financial liabilities				
Due to banks	-	2,492,707	-	2,492,707
Securities sold under repurchase agreements	-	37,075,365	-	37,075,365
Derivative financial instruments	220,744	-	-	220,744
Other financial liabilities held for trading	-	-	-	-
Due to depositors	-	1,839,690,632	-	1,839,690,632
Other borrowings	-	171,248,402	-	171,248,402
Debt securities issued	-	4,019,494	-	4,019,494
Subordinated liabilities	-	55,947,879	-	55,947,879
Total financial liabilities	220,744	2,110,474,479	-	2,110,695,223
Other liabilities	-	-	33,925,446	33,925,446
Total liabilities	220,744	2,110,474,479	33,925,446	2,144,620,668

As at 31 December	2018				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	78,558,031	-	-	78,558,031
Balances with Central Banks	-	65,680,371	-	-	65,680,371
Placements with banks	-	41,681,910	-	-	41,681,910
Securities purchased under resale agreements	-	1,436,068	-	-	1,436,068
Derivative financial instruments	1,205,657	-	-	-	1,205,657
Loans and advances to customers	-	1,460,618,588	-	-	1,460,618,588
Financial investments	9,583,327	551,956,734	20,415,199	-	581,955,260
Total financial assets	10,788,984	2,199,931,702	20,415,199	-	2,231,135,885
Other assets	-	-	-	81,786,990	81,786,990
Total assets	10,788,984	2,199,931,702	20,415,199	81,786,990	2,312,922,875

	Fair value through profit or loss	Amortised cost	Others	Total
Financial liabilities				
Due to banks	-	2,515,998	-	2,515,998
Securities sold under repurchase agreements	-	97,423,302	-	97,423,302
Derivative financial instruments	509,018	-	-	509,018
Due to depositors	-	1,783,975,493	-	1,783,975,493
Other borrowings	-	207,053,674	-	207,053,674
Debt securities issued	-	4,105,681	-	4,105,681
Subordinated liabilities	-	50,484,487	-	50,484,487
Total financial liabilities	509,018	2,145,558,635	-	2,146,067,653
Other liabilities	-	-	34,714,576	34,714,576
Total liabilities	509,018	2,145,558,635	34,714,576	2,180,782,229

Description	Note	Interest payable frequency	Issue date	Maturity date	Coupon rate		Interest Rate of comparable Government security	Amount	
					30.06.2019	31.12.2018		Bank	
					%	%		30.06.2019	31.12.2018
							Rs '000	Rs '000	
Sri Lanka rupee debentures									
Fixed interest rate									
Unsecured, subordinated, redeemable debentures	a	Annually	25.10.2013	24.10.2021	13.25	13.25	9.30	1,304,891	1,226,594
Unsecured, subordinated, redeemable debentures	a	Annually	25.10.2013	24.10.2022	13.25	13.25	9.66	1,305,979	1,227,617
Unsecured, subordinated, redeemable debentures	a	Annually	25.10.2013	24.10.2023	13.75	13.75	9.83	1,746,531	1,638,142
Unsecured, subordinated, redeemable debentures	a	Annually	22.09.2014	21.09.2019	8.00	8.00	8.27	5,439,212	5,234,969
Unsecured, subordinated, redeemable debentures	a	Quarterly	22.09.2014	21.09.2019	7.75	7.75	8.27	216,137	216,182
Unsecured, subordinated, redeemable debentures	a	Annually	22.09.2014	21.09.2022	8.25	8.25	9.66	1,949,139	1,873,793
Unsecured, subordinated, redeemable debentures	a	Annually	06.10.2015	05.10.2020	8.25	8.25	8.71	305,813	293,991
Unsecured, subordinated, redeemable debentures	a	Quarterly	06.10.2015	05.10.2020	8.00	8.00	8.71	12,446	12,449
Unsecured, subordinated, redeemable debentures	a	Annually	06.10.2015	05.10.2023	9.50	9.50	9.83	1,261,239	1,205,580
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2016	28.12.2021	13.25	13.25	9.32	8,513,027	8,003,632
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2016	28.12.2024	12.75	12.75	10.01	832	784
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2017	28.12.2022	12.50	12.50	9.77	5,304,155	5,003,228
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2017	28.12.2025	12.75	12.75	10.12	5,310,052	5,003,289
Unsecured, subordinated, unlisted debentures	a	Annually	31.07.2018	30.07.2026	12.00	12.00	10.15	7,432,109	7,025,960
Unsecured, subordinated, unlisted debentures	a	Annually	03.12.2018	02.12.2023	12.00	12.00	9.83	5,655,335	5,346,278
Unsecured, subordinated, unlisted debentures	a	Annually	27.06.2019	26.06.2027	11.75	-	10.30	3,002,741	-
								48,759,638	43,312,487
Floating interest rate									
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 100 basis points)	a/b	Semi annually	25.10.2013	24.10.2021	10.19	9.52	9.30	1,018	1,019
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 50 basis points)	a/b	Semi annually	22.09.2014	21.09.2019	10.29	9.97	8.27	847,852	845,444
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 50 basis points)	a/b	Semi annually	22.09.2014	21.09.2022	10.29	9.97	9.66	31	31
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 125 basis points)	a/b	Semi annually	06.10.2015	05.10.2020	10.75	10.72	8.71	4,588,149	4,580,253
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 125 basis points)	a/b	Semi annually	06.10.2015	05.10.2023	10.75	10.72	9.83	2,090,561	2,086,964
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 125 basis points)	a/b	Semi annually	29.12.2016	28.12.2021	9.74	11.24	9.32	1,020	1,021
Unsecured, subordinated, redeemable debentures (6 months TB (Gross) rate plus 125 basis points)	a/b	Semi annually	29.12.2016	28.12.2024	9.74	11.24	10.01	20	20
								7,528,651	7,514,752
								56,288,289	50,827,239

Notes

- a) Debentures that are listed in the Colombo Stock Exchange. Some of these have been traded in the Colombo Stock Exchange during the period ended 30 June 2019
2014/2019 - (Highest Price - Rs. 80.00, Lowest Price - Rs. 80.00, Last Transaction Price - Rs. 80.00)
2014/2022 - (Highest Price - Rs. 97.31, Lowest Price - Rs. 97.30, Last Transaction Price - Rs. 97.30)
2015/2020 - (Highest Price - Rs. 98.50, Lowest Price - Rs. 94.00, Last Transaction Price - Rs. 97.61)
2016/2021 - (Highest Price - Rs. 98.20, Lowest Price - Rs. 98.20, Last Transaction Price - Rs. 98.20)
- b) Weighted average 6 months Treasury Bill interest rate before deducting relevant withholding tax at the primary quotations as announced by the Central Bank of Sri Lanka, at the preceding week of the interest resetting date.

	01-Jan-2019 to 30-June-2019 Rs.	01-Jan-2018 to 31-Dec-2018 Rs.
Market Value		
BoC Debentures 2013/2023 ,		
Unsecured, subordinated, redeemable, 5 years, fixed rate (13.0%)	N/A	Not Traded
Unsecured, subordinated, redeemable, 5 years, fixed rate (12.60%)	N/A	Not Traded
Unsecured, subordinated, redeemable, 5 years, floating rate (06 months TB rate (Gross) plus 100 basis points)	N/A	Not Traded
Unsecured, subordinated, redeemable, 8 years, fixed rate (13.25%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 8 years, floating rate (06 months TB rate (Gross) plus 100 basis points)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 9 years, fixed rate (13.25%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 10 years, fixed rate (13.75%)	Not Traded	Not Traded
BoC Debentures 2014/2022 ,		
Unsecured, subordinated, redeemable, 5 years, fixed rate (8.0%)		
Highest	97.31	Not Traded
Lowest	97.30	Not Traded
Last transaction	97.30	Not Traded
Unsecured, subordinated, redeemable, 5 years, fixed rate (7.75%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 5 years, floating rate (06 months TB rate (Gross) plus 50 basis points)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 8 years, fixed rate (8.25%)		
Highest	80.00	Not Traded
Lowest	80.00	Not Traded
Last transaction	80.00	Not Traded
Unsecured, subordinated, redeemable, 8 years, floating rate (06 months TB rate (Gross) plus 50 basis points)	Not Traded	Not Traded
BoC Debentures 2015/2023		
Unsecured, subordinated, redeemable, 5 years, fixed rate (8.25%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 5 years, fixed rate (8.00%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 5 years, floating rate (06 months TB rate (Gross) plus 125 basis points)		
Highest	98.50	97.00
Lowest	97.61	94.00
Last transaction	97.61	97.00
Unsecured, subordinated, redeemable, 8 years, fixed rate (9.50%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 8 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
BoC Debentures 2016/2024		
Unsecured, subordinated, redeemable, 5 years, fixed rate (13.25%)		
Highest	98.20	Not Traded
Lowest	98.20	Not Traded
Last transaction	98.20	Not Traded
Unsecured, subordinated, redeemable, 5 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 8 years, fixed rate (12.75%)	Not Traded	Not Traded
Unsecured, subordinated, redeemable, 8 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded

	30-June-2019 %	31-Dec-2018 %
Interest yield as at date of last trade done		
BoC Debentures 2013/2023 ,		
5 years, fixed rate (13.0%)	N/A	Not Traded
5 years, fixed rate (12.6%)	N/A	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 100 basis points)	N/A	Not Traded
8 years, fixed rate (13.25%)	Not Traded	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 100 basis points)	Not Traded	Not Traded
9 years, fixed rate (13.25%)	Not Traded	Not Traded
10 years, fixed rate (13.75%)	Not Traded	Not Traded
BoC Debentures 2014/2022 ,		
5 years, fixed rate (8.0%)	12.50	Not Traded
5 years, fixed rate (7.75%)	Not Traded	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 50 basis points)	Not Traded	Not Traded
8 years, fixed rate (8.25%)	16.56	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 50 basis points)	Not Traded	Not Traded
BoC Debentures 2015/2023 ,		
5 years, fixed rate (8.25%)	Not Traded	Not Traded
5 years, fixed rate (8.00%)	Not Traded	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	12.77	11.70
8 years, fixed rate (9.50%)	Not Traded	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
BoC Debentures 2016/2024 ,		
5 years, fixed rate (13.25%)	14.02	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
8 years, fixed rate (12.75%)	Not Traded	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
Yield to maturity of last trade done		
BoC Debentures 2013/2023 ,		
5 years, fixed rate (13.0%)	N/A	Not Traded
5 years, fixed rate (12.6%)	N/A	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 100 basis points)	N/A	Not Traded
8 years, fixed rate (13.25%)	Not Traded	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 100 basis points)	Not Traded	Not Traded
9 years, fixed rate (13.25%)	Not Traded	Not Traded
10 years, fixed rate (13.75%)	Not Traded	Not Traded
BoC Debentures 2014/2022 ,		
5 years, fixed rate (8.0%)	12.67	Not Traded
5 years, fixed rate (7.75%)	Not Traded	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 50 basis points)	Not Traded	Not Traded
8 years, fixed rate (8.25%)	16.06	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 50 basis points)	Not Traded	Not Traded
BoC Debentures 2015/2023 ,		
5 years, fixed rate (8.25%)	Not Traded	Not Traded
5 years, fixed rate (8.00%)	Not Traded	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	12.72	11.05
8 years, fixed rate (9.50%)	Not Traded	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
BoC Debentures 2016/2024 ,		
5 years, fixed rate (13.25%)	14.07	Not Traded
5 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded
8 years, fixed rate (12.75%)	Not Traded	Not Traded
8 years, floating rate (06 months TB rate (Gross) plus 125 basis points)	Not Traded	Not Traded

1 Loans and advances to customers

As at	Bank		Group	
	30.06.2019 LKR '000	31.12.2018 LKR '000	30.06.2019 LKR '000	31.12.2018 LKR '000
Gross loans and receivables	1,501,459,007	1,510,534,078	1,536,722,983	1,544,355,486
Stage 1	1,270,954,614	1,294,790,735	1,297,055,096	1,319,427,641
Stage 2	85,534,545	78,528,007	89,336,007	82,329,469
Stage 3	144,969,848	137,215,336	150,331,880	142,598,376
Less : Accumulated impairment	91,946,046	81,426,897	94,411,394	83,736,898
Stage 1	10,194,518	10,091,396	10,671,655	10,437,278
Stage 2	9,399,104	10,140,798	9,681,592	10,383,179
Stage 3	72,352,424	61,194,703	74,058,147	62,916,441
Net loans and advances	1,409,512,961	1,429,107,181	1,442,311,589	1,460,618,588

2) Loans and advances to customers - By product

Local currency	Bank		Group	
	30.06.2019	31.12.2018	30.06.2019	31.12.2018
As at				
Overdrafts	179,037,275	269,901,138	178,900,126	269,522,956
Term loans	389,032,996	332,813,980	394,547,726	337,897,738
Lease rentals receivable	43,628,408	47,746,892	61,087,456	65,073,155
Credit cards	4,506,041	4,345,178	4,506,041	4,345,178
Pawning	60,609,658	57,873,578	62,628,434	59,349,689
Loans under schemes	86,207,661	68,916,645	86,728,981	69,873,066
Housing loans	71,761,016	67,516,430	71,876,369	68,751,323
Trade finance	55,849,673	53,171,938	56,357,627	53,342,440
Personal loans	207,679,282	207,143,891	213,075,170	211,868,476
Staff loans	18,093,210	16,774,028	18,357,365	17,047,122
Foreclosed properties	1,361,228	1,283,378	1,361,228	1,283,378
Other loans	15,791,591	14,831,527	15,791,591	14,831,527
Total local currency loans and advances	1,133,558,039	1,142,318,603	1,165,218,114	1,173,186,048
Foreign currency				
Overdrafts	25,948,307	26,993,663	26,109,460	27,088,774
Term loans	303,907,589	299,677,694	307,340,526	302,527,377
Trade finance	34,023,732	37,391,521	34,023,732	37,391,521
Lease rentals receivable	202,454	215,693	202,454	215,693
Housing loans	248,649	259,951	248,649	259,951
Staff loans	11,926	12,426	21,737	21,595
Foreclosed properties	604,620	625,879	604,620	625,879
Other loans	2,953,691	3,038,648	2,953,691	3,038,648
Total foreign currency loans and advances	367,900,968	368,215,475	371,504,869	371,169,438
Total loans and advances to customers	1,501,459,007	1,510,534,078	1,536,722,983	1,544,355,486

3) Movement in impairment provisions during the period for loans and advances to customers

	Bank			
	Stage 1	Stage 2	Stage 3	Total
Opening balance (01 January)	10,091,396	10,140,798	61,194,703	81,426,897
Charge / reversal during the year	104,464	(712,480)	12,702,295	12,094,279
Amount recovered during the year	-	-	(1,528,196)	(1,528,196)
Exchange rate variance on foreign currency impairment	(1,342)	(29,214)	(16,378)	(46,934)
Amount written-off during the year	-	-	(1,464)	(1,464)
Other movements	-	-	1,464	1,464
Closing balance as at 30 June 2019	10,194,518	9,399,104	72,352,424	91,946,046
	Group			
	Stage 1	Stage 2	Stage 3	Total
Opening balance (01 January)	10,437,278	10,383,179	62,916,441	83,736,898
Charge / reversal during the year	237,919	(672,373)	12,666,096	12,231,642
Amount recovered during the year	-	-	(1,528,196)	(1,528,196)
Exchange rate variance on foreign currency impairment	(1,342)	(29,214)	(16,378)	(46,934)
Amount written-off during the year	(2,007)	-	(1,464)	(3,471)
Other movements	(193)	-	21,648	21,455
Closing balance as at 30 June 2019	10,671,655	9,681,592	74,058,147	94,411,394

4) Contingent liabilities and commitments

As at	Bank		Group	
	30-Jun-2019	31-Dec-2018 (Audited)	30-Jun-2019	31-Dec-2018 (Audited)
By product - Domestic Currency				
Acceptances and documentary credits	11,136,801	17,245,652	11,136,801	17,245,652
Bills for collection	3,260,383	4,055,953	3,260,383	4,055,953
Forward exchange contracts	16,239,222	11,657,794	16,239,222	11,657,794
Guarantees	65,440,015	66,955,808	65,577,145	67,143,803
Undrawn and undisbursed facilities	117,922,236	110,507,290	118,082,534	110,771,889
Other commitments	12,094,174	19,628,818	16,255,413	23,932,861
	226,092,830	230,051,315	230,551,498	234,807,951
By product - Foreign Currency				
Acceptances and documentary credits	188,485,893	208,336,467	188,503,479	208,427,239
Bills for collection	17,699,178	17,497,945	17,699,178	17,497,945
Forward exchange contracts	20,936,754	4,143,948	20,936,754	4,143,948
Guarantees	35,822,546	33,759,294	35,858,333	33,797,497
Undrawn and undisbursed facilities	9,910,724	11,053,929	9,910,724	11,053,929
Other commitments	1,950,677	3,463,909	1,950,677	3,463,909
	274,805,773	278,255,493	274,859,146	278,384,468
	500,898,603	508,306,808	505,410,644	513,192,419

5) Financial liabilities at amortised cost

Due to depositors - By product

As at	Bank		Group	
	30-Jun-2019	31-Dec-2018 (Audited)	30-Jun-2019	31-Dec-2018 (Audited)
Local currency				
Demand deposits (current accounts)	93,286,311	110,943,266	93,097,356	110,870,030
Savings deposits	393,231,420	365,545,986	393,422,428	366,430,640
Time deposits	942,330,933	864,658,291	961,009,357	881,551,886
Other deposits	2,374,057	3,407,037	2,374,057	3,407,037
Total local currency deposits	1,431,222,721	1,344,554,580	1,449,903,198	1,362,259,593
Foreign currency				
Demand deposits (current accounts)	27,567,737	26,779,911	28,138,322	27,531,733
Savings deposits	87,980,630	97,655,512	88,386,264	98,041,252
Time deposits	271,740,293	294,842,690	271,843,595	294,949,638
Other deposits	1,419,253	1,193,277	1,419,253	1,193,277
Total foreign currency deposits	388,707,913	420,471,390	389,787,434	421,715,900
Total due to depositors	1,819,930,634	1,765,025,970	1,839,690,632	1,783,975,493

SEGMENTAL ANALYSIS - GROUP

Rs. '000

For the six months ended 30th June	Retail banking		Corporate banking		International, treasury and investment		Group functions		Unallocated		Total	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Revenue from external customers:												
Net interest income	21,269,641	16,850,785	11,522,719	6,233,908	6,103,891	6,949,416	1,394,338	1,532,950	(477,766)	(550,110)	39,812,823	31,016,949
Net fee and commission income	2,619,115	1,886,539	1,112,959	1,238,636	410,140	460,574	157,789	211,485	263,394	299,720	4,563,397	4,096,954
Other income	907,022	1,370,291	(1,395,216)	962,245	1,140,732	2,019,018	904,849	1,497,607	(143,038)	(829,530)	1,414,349	5,019,631
Total operating income	24,795,778	20,107,615	11,240,462	8,434,789	7,654,763	9,429,008	2,456,976	3,242,042	(357,410)	(1,079,920)	45,790,569	40,133,534
Expenses :												
Impairment (charge)/ reversal for loans and advances and other financial assets	(4,705,292)	(3,479,042)	(5,361,369)	(3,427,690)	(104,761)	(771,619)	(157,531)	(381,670)	(202,938)	(144,976)	(10,531,891)	(8,204,997)
Total operation expenses	(11,312,643)	(10,640,776)	(2,506,471)	(2,118,417)	(2,307,015)	(2,814,603)	(1,969,125)	(2,506,058)	171,030	144,767	(17,924,224)	(17,935,087)
Total expenses	(16,017,935)	(14,119,818)	(7,867,840)	(5,546,107)	(2,411,776)	(3,586,222)	(2,126,656)	(2,887,728)	(31,908)	(209)	(28,456,115)	(26,140,084)
Operating profit before taxes on financial services	8,777,843	5,987,797	3,372,622	2,888,682	5,242,987	5,842,786	330,320	354,314	(389,318)	(1,080,129)	17,334,454	13,993,450
Taxes on financial services											(5,066,171)	(3,429,758)
Operating profit after taxes on financial services											12,268,283	10,563,692
Share of profit/ (loss) of associate companies, net of tax							19,783	17,388			19,783	17,388
Profit /(loss) before income tax	8,777,843	5,987,797	3,372,622	2,888,682	5,242,987	5,842,786	350,103	371,702	(389,318)	(1,080,129)	12,288,066	10,581,080
Income tax expense											(5,009,185)	(4,159,063)
Profit for the period											7,278,881	6,422,017
Total assets	701,874,243	665,710,254	767,455,790	601,599,489	656,167,239	621,409,910	77,619,154	57,436,112	81,024,121	89,818,421	2,284,140,547	2,035,974,186
Total liabilities	661,739,927	626,643,598	723,571,415	566,295,119	618,646,525	584,942,982	64,667,926	45,826,142	75,994,876	84,994,377	2,144,620,669	1,908,702,218
Cash flows from / (used in) operating activities	2,761,695	268,289	3,019,741	242,452	2,581,849	250,436	305,411	23,147	318,810	36,197	8,987,506	820,521
Cash flows from / (used in) investing activities	14,472,276	5,155,090	15,824,534	4,658,634	13,529,823	4,812,041	1,600,466	444,771	1,670,675	695,531	47,097,774	15,766,067
Cash flows from / (used in) financing activities	(12,038,196)	(8,209,405)	(13,163,018)	(7,418,804)	(11,254,252)	(7,663,102)	(1,176,422)	(600,350)	(1,382,478)	(1,113,477)	(39,014,366)	(25,005,138)
Capital expenditure to non-current assets											1,736,503	2,217,066
Depreciation and amortization expenses	545,278	358,162	596,228	323,670	509,769	334,328	131,641	129,313	268,010	224,540	2,050,926	1,370,013

During the period from 01.01.2015 to 30.06.2019

Year	Objective number	Objective as per Prospectus	Amount allocated as per Prospectus in Rs.	Proposed date of utilization as per Prospectus	Amount allocated from proceeds in Rs. (A)	% of total proceeds	Amounts utilized in Rs. (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested (eg : whether lent to related party/s etc...)
2015	1	To increase the Tier II capital of the Bank in order to enhance the Capital Adequacy Ratio (CAR) and single borrower limit to facilitate expansion of the loan book.	8 Billion	06.10.2015	8 Billion	100	8 Billion	100	Not Applicable
	2	To minimize and manage the gap exposure in the Bank's assets/ liability portfolios.							
	3	To strengthen the Bank's liquidity position and to increase the asset base.							
2016	1	To increase the Tier II capital of the Bank in order to enhance the Capital Adequacy Ratio (CAR) and single borrower limit.	8 Billion	29.12.2016	8 Billion	100	8 Billion	100	Not Applicable
	2	To minimize and manage the gap exposure in the Bank's assets/ liability portfolios.							
	3	To strengthen the Bank's liquidity position and to increase the asset base / loan book.							