



INTERIM FINANCIAL STATEMENTS
for the nine months ended 30 September 2019
(Un -audited)

Bank of Ceylon

FITCH RATINGS : AA+ (lka)

30 September	Bank						Group					
	For the nine month ended			For the quarter ended			For the nine month ended			For the quarter ended		
	2019	2018 Restated	Change %	2019	2018 Restated	Change %	2019	2018 Restated	Change %	2019	2018 Restated	Change %
Total income	179,084,579	157,786,041	13.5	63,529,432	56,030,510	13.4	186,368,274	164,046,849	13.6	66,672,410	58,311,675	14.3
Interest income	165,996,438	141,783,335	17.1	56,844,133	49,489,211	14.9	171,213,241	146,636,456	16.8	58,782,742	51,145,363	14.9
Interest expenses	(108,475,360)	(94,740,888)	14.5	(37,778,388)	(31,930,763)	18.3	(111,489,306)	(97,267,535)	14.6	(38,871,630)	(32,793,391)	18.5
Net interest income	57,521,078	47,042,447	22.3	19,065,745	17,558,448	8.6	59,723,935	49,368,921	21.0	19,911,112	18,351,972	8.5
Fee and commission income	8,779,627	7,811,382	12.4	3,102,411	2,806,017	10.6	9,064,753	8,114,404	11.7	3,213,737	2,889,954	11.2
Fee and commission expenses	(1,852,571)	(1,641,612)	12.9	(580,963)	(521,716)	11.4	(1,881,057)	(1,647,450)	14.2	(593,438)	(519,954)	14.1
Net fee and commission income	6,927,056	6,169,770	12.3	2,521,448	2,284,301	10.4	7,183,696	6,466,954	11.1	2,620,299	2,370,000	10.6
Net gains / (losses) from trading	2,111,886	1,994,629	5.9	737,732	676,842	9.0	2,139,305	2,022,830	5.8	754,869	691,244	9.2
Net fair value gains / (losses) from financial instruments at fair value through profit or loss	(100,518)	(926,571)	(89.2)	414,393	(496,292)	(183.5)	(116,077)	(968,281)	(88.0)	439,728	(517,818)	(184.9)
Net gains/(losses) on derecognition of financial assets	245,064	162,600	50.7	52,914	27,606	91.7	246,219	181,796	35.4	47,645	20,927	127.7
Other operating income	2,052,082	6,960,666	(70.5)	2,377,849	3,527,126	(32.6)	3,820,833	8,059,644	(52.6)	3,433,689	4,082,005	(15.9)
Total operating income	4,308,514	8,191,324	(47.4)	3,582,888	3,735,282	(4.1)	6,090,280	9,295,989	(34.5)	4,675,931	4,276,358	9.3
Impairment (charge) / reversal Loans and advances	(14,628,583)	(11,316,300)	29.3	(4,062,501)	(4,041,743)	0.5	(14,854,461)	(11,768,108)	26.2	(4,151,015)	(4,153,181)	(0.1)
Other financial assets	16,825	(612,565)	(102.7)	(153,781)	(42,678)	260.3	39,769	(613,687)	(106.5)	(131,786)	(23,617)	458.0
Net operating income	54,144,890	49,474,676	9.4	20,953,799	19,493,610	7.5	58,183,219	52,750,069	10.3	22,924,541	20,821,532	10.1
Operating expenses												
Personnel expenses	(14,713,671)	(14,704,219)	0.1	(5,031,662)	(5,459,329)	(7.8)	(16,092,572)	(16,006,051)	0.5	(5,484,170)	(5,835,114)	(6.0)
Depreciation and amortisation	(2,651,163)	(1,594,679)	66.3	(916,101)	(525,818)	74.2	(3,215,922)	(2,037,571)	57.8	(1,164,996)	(667,558)	74.5
Other expenses	(7,511,232)	(8,507,765)	(11.7)	(2,517,772)	(2,885,206)	(12.7)	(8,833,562)	(9,978,943)	(11.5)	(3,568,666)	(3,584,806)	(0.5)
Total operating expenses	(24,876,066)	(24,806,663)	0.3	(8,465,535)	(8,870,353)	(4.6)	(28,142,056)	(28,022,565)	0.4	(10,217,832)	(10,087,478)	1.3
Operating profit before taxes on financial services	29,268,824	24,668,013	18.7	12,488,264	10,623,257	17.6	30,041,163	24,727,504	21.5	12,706,709	10,734,054	18.4
Less: Value Added Tax (VAT) on financial services	(4,596,895)	(4,750,971)	(3.2)	(1,644,619)	(1,776,760)	(7.4)	(4,712,414)	(4,845,185)	(2.7)	(1,709,650)	(1,812,568)	(5.7)
Less: Nation Building Tax (NBT) on financial services	(613,146)	(621,623)	(1.4)	(219,948)	(224,768)	(2.1)	(628,753)	(635,579)	(1.1)	(228,718)	(238,438)	(4.1)
Less: Debt repayment levy	(2,699,138)	-	-	(1,065,341)	-	-	(2,766,574)	-	-	(1,103,202)	-	-
Operating profit after taxes on financial services	21,359,645	19,295,419	10.7	9,558,356	8,621,729	10.9	21,933,422	19,246,740	14.0	9,665,139	8,683,048	11.3
Share of profits / (losses) of Associate companies, net of tax	-	-	-	-	-	-	26,170	16,037	63.2	6,387	(1,351)	(572.8)
Profit before income tax	21,359,645	19,295,419	10.7	9,558,356	8,621,729	10.9	21,959,592	19,262,777	14.0	9,671,526	8,681,697	11.4
Income tax expense	(7,707,822)	(7,365,201)	4.7	(2,854,877)	(3,328,278)	(14.2)	(7,933,859)	(7,572,800)	4.8	(2,924,674)	(3,413,737)	(14.3)
Profit for the period	13,651,823	11,930,218	14.4	6,703,479	5,293,451	26.6	14,025,733	11,689,977	20.0	6,746,852	5,267,960	28.1
Profit attributable to:												
Equity holder of the Bank	13,651,823	11,930,218	14.4	6,703,479	5,293,451	26.6	13,802,435	11,757,965	17.4	6,703,059	5,260,930	27.4
Non controlling interest	-	-	-	-	-	-	223,298	(67,988)	(428.4)	43,793	7,030	522.9
Profit for the period	13,651,823	11,930,218	14.4	6,703,479	5,293,451	26.6	14,025,733	11,689,977	20.0	6,746,852	5,267,960	28.1
Earnings per share:												
Basic earnings per share (Rs.)	584.31	655.56	(10.9)	268.14	264.67	1.3	590.76	646.09	(8.6)	268.12	263.05	1.9
Diluted earnings per share (Rs.)	546.07	596.51	(8.5)	268.14	264.67	1.3	552.10	587.90	(6.1)	268.12	263.05	1.9

STATEMENT OF COMPREHENSIVE INCOME

Rs. 000

30 September	Bank						Group					
	For the nine month ended			For the quarter ended			For the nine 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	13,651,823	11,930,218	14.4	6,703,479	5,293,451	26.6	14,025,733	11,689,977	20.0	6,746,852	5,267,960	28.1
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	(77,643)	304,216	(125.5)	170,729	320,776	(46.8)	(190,303)	425,231	(144.8)	168,872	431,075	(60.8)
Net gains / (losses) on investments in debt instruments measured at FVTOCI	59,064	(159,247)	(137.1)	(69,819)	(144,983)	(51.8)	57,793	(154,382)	(137.4)	(55,656)	(136,569)	(59.2)
Net (gains) / losses on FVTOCI financial investments reclassification to profit or loss	230,721	(15,136)	(1,624.3)	66,296	(257)	(25,896.1)	230,721	(15,136)	(1,624.3)	66,296	(257)	(25,896.1)
Deferred tax effect on above	(73,554)	46,038	(259.8)	8,572	42,044	(79.6)	(74,919)	46,038	(262.7)	7,207	42,044	(82.9)
Share of other comprehensive income of Associate companies, net of tax	-	-	-	-	-	-	(2,492)	(5,755)	(56.7)	6,481	(1,610)	(502.5)
	138,588	175,871	(21.2)	175,778	217,580	(19.2)	20,800	295,996	(93.0)	193,200	334,683	(42.3)
Items that will not be reclassified to profit or loss												
Change in fair value on investments in equity instruments designated at FVTOCI	(172,720)	(498,281)	(65.3)	209,821	(262,083)	(180.1)	(204,324)	(965,386)	(78.8)	43,844	(507,366)	(108.6)
Deferred tax effect on above	(107,257)	(154,768)	(30.7)	(16,223)	(95,359)	(83.0)	(107,257)	(154,768)	(30.7)	(16,223)	(95,359)	(83.0)
Re-measurement of post-employment benefit obligations	-	-	-	-	-	-	1,735	535	224.3	297	(508)	(158.5)
Deferred tax effect on above	-	-	-	-	-	-	(469)	260	(280.4)	(65)	550	(111.8)
	(279,977)	(653,049)	(57.1)	193,598	(357,442)	(154.2)	(310,315)	(1,119,359)	(72.3)	27,853	(602,683)	(104.6)
Other comprehensive income for the period, net of tax	(141,389)	(477,178)	(70.4)	369,376	(139,862)	(364.1)	(289,515)	(823,363)	(64.8)	221,053	(268,000)	(182.5)
Total comprehensive income for the period	13,510,434	11,453,040	18.0	7,072,855	5,153,589	37.2	13,736,218	10,866,614	26.4	6,967,905	4,999,960	39.4
Attributable to:												
Equity holder of the Bank	13,510,434	11,453,040	18.0	7,072,855	5,153,589	37.2	13,513,237	10,933,384	23.6	6,931,621	5,027,223	37.9
Non controlling interest	-	-	-	-	-	-	222,981	(66,770)	(434.0)	36,284	(27,263)	(233.1)
Total comprehensive income for the period	13,510,434	11,453,040	18.0	7,072,855	5,153,589	37.2	13,736,218	10,866,614	26.4	6,967,905	4,999,960	39.4

As at	Bank			Group		
	30-Sep-2019	31-Dec-2018 (Audited)	Change %	30-Sep-2019	31-Dec-2018 (Audited)	Change %
Assets						
Cash and cash equivalents	110,628,220	78,447,577	41.0	111,047,463	78,558,031	41.4
Balances with Central Banks	53,331,116	65,680,371	(18.8)	53,331,116	65,680,371	(18.8)
Placements with banks	24,207,535	40,450,089	(40.2)	26,672,491	41,681,910	(36.0)
Securities purchased under resale agreements	754,783	-	-	2,888,194	1,436,068	101.1
Derivative financial instruments	69,256	1,205,657	(94.3)	69,256	1,205,657	(94.3)
Financial assets recognized through profit or loss measured at fair value	7,883,355	9,277,298	(15.0)	8,180,299	9,583,327	(14.6)
Financial assets at amortized cost						
- loans and advances	1,445,357,402	1,429,107,181	1.1	1,477,008,947	1,460,618,588	1.1
- debt and other instruments	553,134,815	551,839,449	0.2	554,049,522	551,956,734	0.4
Financial assets - measured at fair value through other comprehensive income	10,419,791	16,699,582	(37.6)	14,030,342	20,415,199	(31.3)
Investment in Subsidiary companies	6,513,048	6,513,048	-	-	-	-
Investment in Associate companies	92,988	92,988	-	446,005	441,226	1.1
Investment properties	2,678,052	2,765,856	(3.2)	118,003	120,182	(1.8)
Property, plant and equipment	24,387,914	24,178,155	0.9	37,626,087	37,762,509	(0.4)
Leasehold properties	110,686	98,899	11.9	115,775	130,500	(11.3)
Right of Use Asset	2,777,412	-	-	1,785,820	-	-
Intangible assets	1,025,401	1,238,186	(17.2)	1,207,479	1,456,630	(17.1)
Deferred tax assets	201,040	-	-	900,697	3,052	29,411.7
Other assets	59,961,940	40,560,058	47.8	60,860,832	41,872,891	45.3
Total assets	2,303,534,754	2,268,154,394	1.6	2,350,338,328	2,312,922,875	1.6
Liabilities						
Due to banks	1,803,451	2,402,468	(24.9)	1,738,447	2,515,998	(30.9)
Securities sold under repurchase agreements	48,544,228	97,399,359	(50.2)	49,119,163	97,423,302	(49.6)
Derivative financial instruments	168,172	509,018	(67.0)	168,172	509,018	(67.0)
Financial liabilities at amortized cost						
- due to depositors	1,879,708,668	1,765,025,970	6.5	1,899,421,505	1,783,975,493	6.5
- due to other borrowers	153,299,630	201,792,174	(24.0)	159,957,169	207,053,674	(22.7)
Debt securities issued	-	-	-	4,081,855	4,105,681	(0.6)
Current tax liabilities	3,180,050	3,922,189	(18.9)	3,217,772	4,039,380	(20.3)
Deferred tax liabilities	5,577,306	5,073,526	9.9	8,252,003	7,762,214	6.3
Insurance provision - Life	-	-	-	520,405	575,625	(9.6)
Insurance provision - Non life	-	-	-	337,127	366,618	(8.0)
Other liabilities	20,033,996	19,760,429	1.4	20,607,909	21,970,739	(6.2)
Subordinated liabilities	56,613,207	50,827,239	11.4	56,602,222	50,484,487	12.1
Total liabilities	2,168,928,708	2,146,712,372	1.0	2,204,023,749	2,180,782,229	1.1
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	1,774,448	1,838,194	(3.5)	2,376,840	2,474,454	(3.9)
Retained earnings	80,639,292	67,333,879	19.8	81,906,491	68,451,746	19.7
Other reserves	14,302,306	14,379,949	(0.5)	22,438,994	22,629,297	(0.8)
Total equity attributable to equity holder of the Bank	134,606,046	121,442,022	10.8	144,612,325	131,445,497	10.0
Non controlling interest	-	-	-	1,702,254	695,149	144.9
Total equity	134,606,046	121,442,022	10.8	146,314,579	132,140,646	10.7
Total liabilities and equity	2,303,534,754	2,268,154,394	1.6	2,350,338,328	2,312,922,875	1.6
Contingent liabilities and commitments	507,037,793	508,306,808	(0.2)	511,700,924	513,192,419	(0.3)

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	-	-	-	-	-	-	-	11,930,218	11,930,218
Other comprehensive income, net of tax	-	-	-	-	(781,394)	304,216	-	-	(477,178)
Transfers to share capital	5,000,000	(5,000,000)	-	-	-	-	-	-	-
Dividends for the period	-	-	-	-	-	-	-	(4,846,410)	(4,846,410)
Capital infusion during the period	-	5,000,000	-	-	-	-	-	-	5,000,000
Balance as at 30 September 2018	20,000,000	5,000,000	10,427,000	-	1,760,262	1,875,026	11,966,489	64,339,455	115,368,232
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	-	-	-	-	-	-	-	13,651,823	13,651,823
Other comprehensive income, net of tax	-	-	-	-	(63,746)	(77,643)	-	-	(141,389)
Dividends for the period	-	-	-	-	-	-	-	(346,410)	(346,410)
Transfers to share capital	5,000,000	(5,000,000)	-	-	-	-	-	-	-
Balance as at 30 September 2019	25,000,000	-	12,890,000	-	1,774,448	2,604,036	11,698,270	80,639,292	134,606,046

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	-	-	-	-	-	-	-	11,757,965	(67,988)	11,689,977
Other comprehensive income, net of tax	-	-	-	-	(1,244,875)	425,231	-	(4,937)	1,218	(823,363)
Transfers to share capital	5,000,000	(5,000,000)	-	-	-	-	-	-	-	-
Dividends for the period	-	-	-	-	-	-	-	(4,846,410)	-	(4,846,410)
Subsidiary dividends to non controlling interest	-	-	-	-	-	-	-	-	(12,694)	(12,694)
Capital infusion during the period	-	5,000,000	-	-	-	-	-	-	-	5,000,000
Balance as at 30 September 2018	20,000,000	5,000,000	10,427,000	-	2,338,871	2,854,604	18,681,265	65,209,493	648,806	125,160,039
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	-	-	-	-	-	-	-	13,802,435	223,298	14,025,733
Other comprehensive income, net of tax	-	-	-	-	(97,614)	(190,303)	-	(1,280)	(318)	(289,515)
Dividends for the period	-	-	-	-	-	-	-	(346,410)	-	(346,410)
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 September 2019	25,000,000	-	12,890,000	-	2,376,840	3,692,285	18,746,709	81,906,491	1,702,254	146,314,579

STATEMENT OF CASH FLOWS

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Rs.'000

For the nine months ended 30 September	Bank		Group	
	2019	2018	2019	2018
Cash flows from operating activities				
Profit before income tax	21,359,645	19,295,419	21,959,592	19,262,777
Adjustments for :				
Net interest income	(57,521,078)	(47,042,447)	(59,723,935)	(49,368,921)
Dividend income on trading securities	(81,347)	(81,450)	(81,347)	(89,786)
Dividends from Subsidiaries and Associates	(329,185)	(301,353)	-	-
Share of profits of Associate companies, net of tax	-	-	(26,170)	(16,037)
Change in operating assets	(9,411,262)	(136,952,349)	(10,477,682)	(139,668,682)
Change in operating liabilities	38,308,685	117,173,464	39,881,752	115,230,996
Other non cash items included in profit before tax	18,100,844	21,667,272	18,868,537	22,686,332
Other net (gains)/ losses from investing activities	(144,546)	763,971	(130,142)	786,485
	10,281,756	(25,477,473)	10,270,605	(31,176,836)
Contribution paid from defined benefit plans	(6,082,188)	(5,612,142)	(6,100,550)	(5,642,803)
Interest received	116,998,315	96,895,676	121,356,776	102,054,513
Interest paid	(99,027,384)	(86,765,396)	(100,959,172)	(89,793,282)
Dividends received	81,347	81,450	81,347	89,786
Net cash from operating activities before income tax	22,251,846	(20,877,885)	24,649,006	(24,468,622)
Income tax paid	(7,690,249)	(4,448,404)	(7,865,646)	(4,685,905)
Net cash from/ (used in) operating activities	14,561,597	(25,326,289)	16,783,360	(29,154,527)
Cash flows from investing activities				
Net increase in financial investments at amortized cost	(1,619,990)	-	(2,417,412)	-
Net increase in financial investments - Held to maturity	-	(3,705,784)	-	(3,227,250)
Net decrease in financial investments recognized through OCI	6,239,521	-	6,268,226	-
Net increase in financial investments - Available for sale	-	(2,503,145)	-	(1,750,995)
Net decrease in financial investments- Loans and receivables	-	2,166,450	-	3,446,133
Purchase of property plant and equipment and leasehold properties	(2,707,000)	(1,871,535)	(2,851,827)	(1,949,671)
Purchase of intangible assets	(158,195)	(841,686)	(159,864)	(867,233)
Dividends received	631,066	585,912	330,963	350,411
Interest received	35,541,435	37,064,873	36,293,337	37,222,298
Net cash from investing activities	37,926,837	30,895,085	37,463,423	33,223,693
Cash flows from financing activities				
Net decrease in other borrowings	(20,953,962)	(6,623,203)	(21,428,486)	(5,368,138)
Proceeds from issue of shares	-	5,000,000	-	5,000,000
Proceeds from issue of debentures	9,210,000	6,700,000	9,210,000	6,700,000
Payments on redemption of debentures	(6,166,475)	-	(6,166,475)	-
Dividends paid to Government of Sri Lanka	(346,410)	(4,846,410)	(346,410)	(4,846,410)
Dividends paid to non controlling interest	-	-	(13,669)	(12,694)
Interest payments on borrowings and debt securities	(1,421,290)	(3,940,196)	(2,204,123)	(4,849,675)
Net cash used in financing activities	(19,678,137)	(3,709,809)	(20,949,163)	(3,376,917)
Net increase in cash and cash equivalents during the period	32,810,296	1,858,987	33,297,619	692,249
Cash and cash equivalents at the beginning of the period	77,591,846	71,731,508	77,588,770	76,902,695
Cash and cash equivalents at the end of the period	110,402,142	73,590,495	110,886,389	77,594,944
Analysis of cash and cash equivalents				
Cash and cash equivalents	110,628,220	78,390,091	111,047,463	82,673,990
Bank overdrafts	(226,078)	(4,799,596)	(161,074)	(5,079,046)
Cash and cash equivalents at the end of the period	110,402,142	73,590,495	110,886,389	77,594,944

SELECTED PERFORMANCE INDICATORS
6

As at	Bank		Group	
	30-Sep-2019	31-Dec-2018	30-Sep-2019	31-Dec-2018
Net assets value per share (Rs)	5,384.24	6,072.10	5,784.49	6,572.27
Profitability				
Interest margin	3.36%	3.11%	3.42%	3.20%
Return on assets (before tax)	1.25%	1.51%	1.26%	1.51%
Return on equity (after tax)	14.22%	16.75%	13.43%	15.34%
Assets Quality				
Gross non - performing advances ratio, (Net of interest in suspense)	5.35%	3.62%		
Net non - performing advances ratio, (Net of interest in suspense and provisions)	2.29%	1.02%		
Investor Information				
Debt equity (%)	37.23	41.02		
Interest cover (times)	2.51	2.80		
Memorandum Information				
Number of employees	8,554	8,724		
Number of branches	580	577		

KEY REGULATORY RATIOS - CAPITAL AND LIQUIDITY

As at	Bank		Group	
	30-Sep-2019	31-Dec-2018	30-Sep-2019	31-Dec-2018
Regulatory Capital (Rs. ' 000)				
Common equity Tier I	114,771,527	108,830,534	120,513,366	115,250,456
Tier I capital	114,771,527	108,830,534	120,513,366	115,250,456
Total capital	169,904,203	153,811,334	176,985,590	162,065,449
Regulatory Capital Ratios (%)				
Common equity Tier 1 capital ratio (Minimum requirement, Basel III - 8.50%)	10.33%	10.31%	10.08%	10.41%
Tier I capital ratio (Minimum requirement, Basel III - 10.00%)	10.33%	10.31%	10.08%	10.41%
Total capital ratio (Minimum requirement, Basel III - 14.00%)	15.29%	14.58%	14.80%	14.64%
Leverage ratio (Minimum requirement - 3%)	4.58%	N/A	4.66%	N/A
Regulatory Liquidity				
Statutory liquid assets, - Domestic banking unit (Rs. ' 000)	516,163,783	478,549,997		
- Off-shore banking unit (US\$ 000)	717,378	835,941		
Total Stock of High Quality Liquid Assets (Rs ' 000)	335,203,665	280,443,872		
Statutory liquid assets ratio, (minimum requirement, 20%) - Domestic banking unit	24.08%	24.47%		
- Off-shore banking unit	54.92%	60.20%		
Liquidity coverage ratio - Rupee (Minimum requirement, 100.00%)	197.96%	143.51%		
Liquidity coverage ratio - All currency (Minimum requirement, 100.00%)	115.05%	114.99%		
Net stable funding ratio (Minimum requirement - 90%)	133.44%	N/A		

SHARE INFORMATION

Shareholder	30-Sep-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 which became effective from 1 January 2019 onwards. SLFRS 16 requires recognizing lease liabilities and right-of –use assets for some leases previously classified as operating leases under LKAS 17 Leases.
- III. The Sri Lanka Accounting Standard, SLFRS 09-Financial Instruments is effective for annual periods beginning on or after 01 January 2018. The bank has previously prepared interim financial statements for the nine months ended 30 September 2018 based on LKAS 39- Financial Instruments: Recognition & Measurement” as permitted by the “Statement of Alternative Treatment (SoAT) on the figures in the Interim Financial Statements” issued by the Institute of Chartered Accountants of Sri Lanka. The following line items of the Interim Financial Statements for the nine months ended 30 September 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 dated 18 January 2019 issued by the Bank Supervision Department of the Central Bank of Sri Lanka.

For the nine months ended	Rs '000			
	Bank		Group	
30 September 2018	Restated	As reported in 2018	Restated	As reported in 2018
Net gain (loss) from trading	1,994,629	1,675,908	2,022,830	1,662,399
Net gain /(loss) from financial investments	-	401,643	-	420,839
Net fair value gains/(losses) on: financial assets at fair value through profit or loss	(926,571)	-	(968,281)	-
Net gains/(losses) on derecognition of financial assets	162,600	-	181,796	-
Other operating income	6,960,666	6,898,823	8,059,644	8,054,563
Impairment charges for loans and other losses	(11,928,865)	(11,392,853)	(12,381,795)	(11,914,703)
Operating profit before Taxes on financial services	24,668,013	25,766,359	24,727,504	25,856,519
Profit before income tax	19,295,419	20,393,764	19,262,777	20,391,793
Profit for the period	11,930,218	13,028,563	11,689,977	12,818,993
Total other comprehensive income for the period, net of tax	(477,178)	(1,037,003)	(823,363)	(1,393,815)
Total comprehensive income for the period, net of tax	11,453,040	11,991,560	10,866,614	11,425,178

- 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.

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 September 2019 and its profit for the nine months period ended 30 September 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.
Kumar Mayadunne
Director
(Independent Non-Executive)

Sgd.
Senarath Bandara
General Manager

08 November 2019
Colombo

As at 30 September	2019				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	110,628,220	-	-	110,628,220
Balances with Central Banks	-	53,331,116	-	-	53,331,116
Placements with banks	-	24,207,535	-	-	24,207,535
Securities purchased under resale agreements	-	754,783	-	-	754,783
Derivative financial instruments	69,256	-	-	-	69,256
Loans and advances	-	1,445,357,402	-	-	1,445,357,402
Financial investments	7,883,355	553,134,815	10,419,791	-	571,437,961
Total financial assets	7,952,611	2,187,413,871	10,419,791	-	2,205,786,273
Other assets				97,748,481	97,748,481
Total assets	7,952,611	2,187,413,871	10,419,791	97,748,481	2,303,534,754

	Fair value through profit or loss	Amortised Cost	Others	Total
Financial liabilities				
Due to banks	-	1,803,451	-	1,803,451
Securities sold under repurchase agreements	-	48,544,228	-	48,544,228
Derivative financial instruments	168,172	-	-	168,172
Other financial liabilities held for trading	-	-	-	-
Due to depositors	-	1,879,708,668	-	1,879,708,668
Other borrowings	-	153,299,630	-	153,299,630
Debt securities issued	-	-	-	-
Subordinated liabilities	-	56,613,207	-	56,613,207
Total financial liabilities	168,172	2,139,969,184	-	2,140,137,356
Other liabilities	-	-	28,791,352	28,791,352
Total liabilities	168,172	2,139,969,184	28,791,352	2,168,928,708

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 September	2019				
	Fair value through profit or loss	Amortised cost	Fair value through OCI	Others	Total
Financial assets					
Cash and cash equivalents	-	111,047,463	-	-	111,047,463
Balances with Central Banks	-	53,331,116	-	-	53,331,116
Placements with banks	-	26,672,491	-	-	26,672,491
Securities purchased under resale agreements	-	2,888,194	-	-	2,888,194
Derivative financial instruments	69,256	-	-	-	69,256
Loans and advances	-	1,477,008,947	-	-	1,477,008,947
Financial investments	8,180,299	554,049,522	14,030,342	-	576,260,163
Total financial assets	8,249,555	2,224,997,733	14,030,342	-	2,247,277,630
Other assets	-	-	-	103,060,698	103,060,698
Total assets	8,249,555	2,224,997,733	14,030,342	103,060,698	2,350,338,328

	Fair value through profit or loss	Amortised cost	Others	Total
Financial liabilities				
Due to banks	-	1,738,447	-	1,738,447
Securities sold under repurchase agreements	-	49,119,163	-	49,119,163
Derivative financial instruments	168,172	-	-	168,172
Other financial liabilities held for trading	-	-	-	-
Due to depositors	-	1,899,421,505	-	1,899,421,505
Other borrowings	-	159,957,169	-	159,957,169
Debt securities issued	-	4,081,855	-	4,081,855
Subordinated liabilities	-	56,602,222	-	56,602,222
Total financial liabilities	168,172	2,170,920,361	-	2,171,088,533
Other liabilities	-	-	32,935,216	32,935,216
Total liabilities	168,172	2,170,920,361	32,935,216	2,204,023,749

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	
					30.09.2019	31.12.2018		Bank	
					%	%		30.09.2019	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	8.78	1,346,120	1,226,594
Unsecured, subordinated, redeemable debentures	a	Annually	25.10.2013	24.10.2022	13.25	13.25	9.28	1,347,242	1,227,617
Unsecured, subordinated, redeemable debentures	a	Annually	25.10.2013	24.10.2023	13.75	13.75	9.92	1,803,700	1,638,142
Unsecured, subordinated, redeemable debentures	a	Annually	22.09.2014	21.09.2019	-	8.00	-	-	5,234,969
Unsecured, subordinated, redeemable debentures	a	Quarterly	22.09.2014	21.09.2019	-	7.75	-	-	216,182
Unsecured, subordinated, redeemable debentures	a	Annually	22.09.2014	21.09.2022	8.25	8.25	9.28	1,836,631	1,873,793
Unsecured, subordinated, redeemable debentures	a	Annually	06.10.2015	05.10.2020	8.25	8.25	8.28	311,934	293,991
Unsecured, subordinated, redeemable debentures	a	Quarterly	06.10.2015	05.10.2020	8.00	8.00	8.28	12,446	12,449
Unsecured, subordinated, redeemable debentures	a	Annually	06.10.2015	05.10.2023	9.50	9.50	9.92	1,290,182	1,205,580
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2016	28.12.2021	13.25	13.25	8.81	8,784,247	8,003,631
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2016	28.12.2024	12.75	12.75	10.28	858	784
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2017	28.12.2022	12.50	12.50	9.28	5,463,984	5,003,228
Unsecured, subordinated, redeemable debentures	a	Annually	29.12.2017	28.12.2025	12.75	12.75	10.40	5,473,115	5,003,289
Unsecured, subordinated, unlisted debentures	a	Annually	31.07.2018	30.07.2026	12.00	12.00	10.41	6,830,222	7,025,960
Unsecured, subordinated, unlisted debentures	a	Annually	03.12.2018	02.12.2023	12.00	12.00	9.97	5,819,210	5,346,278
Unsecured, subordinated, unlisted debentures	a	Annually	27.06.2019	26.06.2027	11.75	-	10.47	3,088,009	-
Unsecured, subordinated, unlisted debentures	a	Annually	17.07.2019	16.07.2024	11.80	-	10.23	1,073,166	-
Unsecured, subordinated, unlisted debentures	a	Annually	18.07.2019	17.07.2024	11.80	-	10.23	2,250,316	-
Unsecured, subordinated, unlisted debentures	a	Annually	23.07.2019	22.07.2024	11.80	-	10.23	2,553,251	-
Unsecured, subordinated, unlisted debentures	a	Annually	24.07.2019	23.07.2024	11.50	-	10.23	408,195	-
Unsecured, subordinated, unlisted debentures	a	Annually	26.07.2019	25.07.2027	11.75	-	10.47	62,390	-
								49,755,218	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	8.78	1,044	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	-	-	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	8.25	9.97	9.28	30	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	8.28	4,709,841	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	9.92	2,146,009	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	8.81	1,045	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	10.28	20	20
								6,857,989	7,514,752
								56,613,207	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 September 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-Sep-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-Sep-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	
	30.09.2019 Rs '000	31.12.2018 Rs '000	30.09.2019 Rs '000	31.12.2018 Rs '000
Gross loans and receivables	1,541,341,382	1,510,534,078	1,575,526,496	1,544,355,486
Stage 1	1,316,720,735	1,294,790,735	1,342,429,108	1,319,427,641
Stage 2	77,468,514	78,528,007	80,907,940	82,329,469
Stage 3	147,152,133	137,215,336	152,189,448	142,598,376
Less : Accumulated impairment	95,983,980	81,426,897	98,517,549	83,736,898
Stage 1	11,623,231	10,091,396	12,107,375	10,437,278
Stage 2	9,143,859	10,140,798	9,426,346	10,383,179
Stage 3	75,216,890	61,194,703	76,983,828	62,916,441
Net loans and advances	1,445,357,402	1,429,107,181	1,477,008,947	1,460,618,588

2) Loans and advances to customers - By product

Local currency	Bank		Group	
	30.09.2019	31.12.2018	30.09.2019	31.12.2018
Overdrafts	175,989,195	269,901,138	175,660,452	269,522,956
Term loans	430,095,026	332,813,980	435,584,638	337,897,738
Lease rentals receivable	42,746,606	47,746,892	54,997,382	65,073,155
Credit cards	4,732,640	4,345,178	4,732,640	4,345,178
Pawning	64,693,888	57,873,578	67,640,600	59,349,689
Loans under schemes	72,586,478	68,916,645	73,045,241	69,873,066
Housing loans	74,142,317	67,516,430	76,292,049	68,751,323
Trade finance	45,893,288	53,171,938	46,469,613	53,342,440
Personal loans	210,355,899	207,143,891	217,122,788	211,868,476
Staff loans	19,513,607	16,774,028	20,207,353	17,047,122
Foreclosed properties	1,354,321	1,283,378	1,354,321	1,283,378
Other loans	15,893,467	14,831,527	15,893,467	14,831,527
Total local currency loans and advances	1,157,996,732	1,142,318,603	1,189,000,544	1,173,186,048
Foreign currency				
Overdrafts	30,582,155	26,993,663	32,214,991	27,088,774
Term loans	306,544,891	299,677,694	308,083,549	302,527,377
Trade finance	41,564,879	37,391,521	41,564,879	37,391,521
Lease rentals receivable	208,630	215,693	208,630	215,693
Housing loans	272,654	259,951	272,654	259,951
Staff loans	14,962	12,426	24,770	21,595
Foreclosed properties	-	625,879	-	625,879
Other loans	4,156,479	3,038,648	4,156,479	3,038,648
Total foreign currency loans and advances	383,344,650	368,215,475	386,525,952	371,169,438
Total loans and advances to customers	1,541,341,382	1,510,534,078	1,575,526,496	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 period	1,535,468	(954,248)	18,745,541	19,326,761
Amount recovered during the period	-	-	(4,698,176)	(4,698,176)
Exchange rate variance on foreign currency impairment	(3,633)	(32,895)	(25,178)	(61,706)
Amount written-off during the period	-	-	(648,188)	(648,188)
Other movements	-	(9,796)	648,188	638,392
Closing balance as at 30 September 2019	11,623,231	9,143,859	75,216,890	95,983,980
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 period	1,675,931	(914,142)	18,790,849	19,552,638
Amount recovered during the period	-	-	(4,698,176)	(4,698,176)
Exchange rate variance on foreign currency impairment	(3,633)	(32,895)	(25,178)	(61,706)
Amount written-off during the period	(2,007)	-	(648,188)	(650,195)
Other movements	(194)	(9,796)	648,080	638,090
Closing balance as at 30 September 2019	12,107,375	9,426,346	76,983,828	98,517,549

Rs.'000

4) Contingent liabilities and commitments

As at	Bank		Group	
	30-Sep-2019	31-Dec-2018 (Audited)	30-Sep-2019	31-Dec-2018 (Audited)
By product - Domestic currency				
Acceptances and documentary credits	14,479,810	17,245,652	14,479,810	17,245,651
Bills for collection	3,871,568	4,055,953	3,871,568	4,055,953
Forward exchange contracts	13,028,368	11,657,794	13,028,368	11,657,794
Guarantees	68,135,111	66,955,808	68,228,441	67,143,803
Undrawn and undisbursed facilities	129,255,320	110,507,290	129,614,015	110,771,889
Other commitments	12,210,962	19,628,818	16,366,290	23,932,861
Total domestic currency contingent liabilities and commitments	240,981,139	230,051,315	245,588,492	234,807,951
By product - Foreign currency				
Acceptances and documentary credits	191,504,593	208,336,468	191,524,599	208,427,240
Bills for collection	15,671,160	17,497,945	15,671,160	17,497,945
Forward exchange contracts	5,898,911	4,143,948	5,898,911	4,143,948
Guarantees	37,244,942	33,759,294	37,280,714	33,797,497
Undrawn and undisbursed facilities	13,768,921	11,053,929	13,768,921	11,053,929
Other commitments	1,968,127	3,463,909	1,968,127	3,463,909
Total foreign currency contingent liabilities and commitments	266,056,654	278,255,493	266,112,432	278,384,468
Total Contingent liabilities and commitments	507,037,793	508,306,808	511,700,924	513,192,419

5) Financial liabilities at amortised cost

Due to depositors - By product

As at	Bank		Group	
	30-Sep-2019	31-Dec-2018 (Audited)	30-Sep-2019	31-Dec-2018 (Audited)
Local currency				
Demand deposits (current accounts)	93,467,884	110,943,266	93,322,097	110,870,030
Savings deposits	400,815,862	365,545,986	401,708,661	366,430,640
Time deposits	969,817,823	864,658,291	987,559,052	881,551,886
Other deposits	2,586,095	3,407,037	2,586,095	3,407,037
Total local currency deposits	1,466,687,664	1,344,554,580	1,485,175,905	1,362,259,593
Foreign currency				
Demand deposits (current accounts)	40,330,701	26,779,911	41,093,093	27,531,733
Savings deposits	88,378,189	97,655,512	88,736,610	98,041,252
Time deposits	282,549,803	294,842,690	282,653,586	294,949,638
Other deposits	1,762,311	1,193,277	1,762,311	1,193,277
Total foreign currency deposits	413,021,004	420,471,390	414,245,600	421,715,900
Total due to depositors	1,879,708,668	1,765,025,970	1,899,421,505	1,783,975,493

Rs. '000

For the nine months ended 30th September	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	31,920,976	26,927,587	17,735,352	10,510,378	8,588,935	10,201,598	2,202,857	2,326,474	(724,185)	(597,116)	59,723,935	49,368,921
Net fee and commission income	4,134,511	3,006,716	1,663,028	2,016,647	706,517	713,893	256,640	297,184	423,000	432,514	7,183,696	6,466,954
Other income	2,117,498	1,975,883	(238,211)	2,770,771	2,702,628	3,298,937	2,395,012	2,339,626	(886,647)	(1,089,228)	6,090,280	9,295,989
Total operating income	38,172,985	31,910,186	19,160,169	15,297,796	11,998,080	14,214,428	4,854,509	4,963,284	(1,187,832)	(1,253,830)	72,997,911	65,131,864
Expenses :												
Impairment (charge)/ reversal for loans and other lo	(6,482,609)	(5,218,699)	(7,433,668)	(5,533,878)	(379,081)	(931,400)	(58,440)	(474,047)	(460,894)	(223,771)	(14,814,692)	(12,381,795)
Total operating expenses	(16,792,485)	(16,243,945)	(4,095,954)	(3,871,235)	(3,421,409)	(4,099,743)	(3,885,743)	(3,826,784)	53,535	19,142	(28,142,056)	(28,022,565)
Total expenses	(23,275,094)	(21,462,644)	(11,529,622)	(9,405,113)	(3,800,490)	(5,031,143)	(3,944,183)	(4,300,831)	(407,359)	(204,629)	(42,956,748)	(40,404,360)
Operating profit before taxes on financial services	14,897,891	10,447,542	7,630,547	5,892,683	8,197,590	9,183,285	910,326	662,453	(1,595,191)	(1,458,459)	30,041,163	24,727,504
Taxes on financial services											(8,107,741)	(5,480,764)
Operating profit after taxes on financial services											21,933,422	19,246,740
Share of profits/ (losses) of associate companies, net of tax							26,170	16,037			26,170	16,037
Profit / (loss) before income tax	14,897,891	10,447,542	7,630,547	5,892,683	8,197,590	9,183,285	936,496	678,490	(1,595,191)	(1,458,459)	21,959,592	19,262,777
Income tax expense											(7,933,859)	(7,572,800)
Profit for the period											14,025,733	11,689,977
Total assets	716,633,082	684,017,328	799,490,606	694,598,097	660,166,215	611,501,432	86,761,547	71,649,919	87,286,878	83,318,776	2,350,338,328	2,145,085,552
Total liabilities	674,756,942	643,849,512	752,772,723	653,808,942	621,589,692	575,591,995	73,726,083	60,059,746	81,178,309	77,882,779	2,204,023,749	2,011,192,974
Cash flows from/(used in) operating activities	5,117,353	(9,296,693)	5,709,024	(9,440,500)	4,714,133	(8,311,107)	618,999	(973,816)	623,851	(1,132,411)	16,783,360	(29,154,527)
Cash flows from / (used in) investing activities	11,422,835	10,594,254	12,743,550	10,758,132	10,522,777	9,471,108	1,382,943	1,109,734	1,391,318	1,290,465	37,463,423	33,223,693
Cash flows from/ (used in) financing activities	(6,413,540)	(1,081,063)	(7,155,077)	(1,097,785)	(5,908,187)	(966,454)	(700,764)	(100,844)	(771,595)	(130,771)	(20,949,163)	(3,376,917)
Capital expenditure to non-current assets											3,011,691	2,816,904
Depreciation and amortization expenses	824,781	519,503	920,143	527,538	759,793	464,428	288,459	185,133	422,746	340,969	3,215,922	2,037,571

During the period from 01.01.2015 to 30.09.2019

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.							