

FOR THE YEAR ENDED 31ST DECEMBER

	2012 (Rs. '000) (Audited)	BANK 2011 (Rs. '000) (Audited)	Change %
Gross Income	94,777,398	68,298,254	38.8
Interest income	85,241,301	61,788,438	38.0
Interest expenses	(51,323,506)	(31,470,220)	63.1
Net Interest Income	33,917,795	30,318,218	11.9
Fee and commission income	3,541,589	2,929,812	20.9
Fee and commission expenses	(144,364)	(396,912)	(63.6)
Net Fee and Commission Income	3,397,225	2,532,900	34.1
Net gain from trading	2,072,563	922,329	124.7
Net gain/(loss) from financial investment	-	-	-
Other operating income (net)	3,921,946	2,657,675	47.6
Total Operating Income	43,309,529	36,431,122	18.9
Impairment for loans and other losses	(3,874,383)	(410,443)	844.0
Individual impairment	(2,944,531)	(324,250)	-
Collective impairment	(929,852)	(86,193)	-
Other	-	-	-
Net Operating Income	39,435,146	36,020,679	9.5
Personnel Expenses	(13,818,647)	(10,547,583)	31.0
Depreciation and amortisation	(712,294)	(1,028,250)	(30.7)
Other expenses	(7,189,860)	(6,410,792)	12.2
Operating Profit before Value Added Tax (VAT)	17,714,345	18,034,054	(1.8)
Value Added Tax (VAT) on financial services	(2,464,963)	(2,434,052)	1.3
Operating Profit after Value Added Tax (VAT)	15,249,382	15,600,001	(2.2)
Share of profits/(loss) of associates	-	-	-
Profit before Tax	15,249,382	15,600,001	(2.2)
Tax expenses	(4,355,390)	(5,153,628)	(15.5)
Profit for the year	10,893,992	10,446,373	4.3
Profit Attributable to :			
Equity Holders of the Bank	10,893,992	10,446,373	4.3
Non-controlling interests	-	-	-
	<u>10,893,992</u>	<u>10,446,373</u>	4.3
Earnings per Share on Profit			
Basic earnings per ordinary share	10,894	10,446	4.3
Diluted earnings per ordinary share	76	73	4.3

FOR THE YEAR ENDED 31ST DECEMBER

	BANK		GROUP	
	2012 (Rs. '000) (Audited)	2011 (Rs. '000) (Audited)	2012 (Rs. '000) (Audited)	2011 (Rs. '000) (Audited)
Cash flows from operating activities				
Profit before tax	15,249,382	15,600,001	17,671,409	18,842,921
Adjustment for				
Non-cash items included in profits before tax	3,431,840	1,983,405	4,515,991	2,442,779
Changes in operating assets	(173,144,405)	(79,981,135)	(188,289,730)	(105,811,595)
Changes in operating liabilities	204,656,120	101,831,444	217,986,736	121,421,930
Net gains from investing activities	-	-	-	-
Share of profits in associates and joint ventures	-	-	67,207	(33,663)
Dividend income from subsidiaries and associates	(1,622,503)	(833,250)	(1,622,503)	(833,250)
Interest expesne on subordinated debt	1,337,500	737,500	1,337,500	737,500
Others	-	-	-	-
Contribution paid to defined benefit plans	1,108,383	992,261	1,108,384	992,261
Tax paid	(5,608,101)	(3,998,966)	(6,919,856)	(5,590,621)
Net Cash Generated from Operating Activities	45,408,216	36,331,260	45,855,138	32,168,262
Cash Flows from Investing Activities				
Purchase of property, plant and equipment	(1,327,807)	(1,600,826)	(2,190,339)	(2,871,908)
Proceeds from the sale of peroperty, plant and equipment	23,879	37,150	383,938	42,758
Purchase of financial investments	(32,245,111)	(35,821,579)	(32,379,047)	(36,573,812)
Proceeds from the sale and maturity of financial investments	-	-	-	-
Net purchase of intangible assets	-	-	(18,557)	(12,173)
Net cash flow from acquisition of investment in subsidiaries and associates	-	-	-	(144,703)
Net cash flow from disposal of subsidiaries	166,516	100,000	-	-
Proceeds from disposal of associates and joint ventures	-	(117,600)	50,000	-
Dividends received from investment in subsidiaries and associates	1,622,503	833,250	1,622,503	833,250
Others	-	-	-	-
Net Cash (used in) from Investing Activities	(31,760,020)	(36,569,605)	(32,531,502)	(38,726,588)
Cash Flows from Financing Activities				
Net proceeds from the issue of ordinary share capital	-	-	-	6,362,902
Net proceeds from the isse of other equity instruments	-	-	-	-
Net proceeds from the issue of subordinated debt	-	5,000,000	-	5,000,000
Repayment of subordinated debt	-	-	-	-
Interest paid on subordinated debt	(1,337,500)	(737,500)	(1,337,500)	(737,500)
Dividend paid to non-controlling interest	-	-	(34,027)	21,750
Dividend paid to shareholders of the parent company	-	-	-	-
Dividend paid to holders of other equity instruments	(4,701,382)	(4,500,000)	(4,701,382)	(4,500,000)
Share issue expenses	-	-	(14,429)	(211,190)
Disposal of changes of holdings	-	-	-	(29,362)
Net Cash from Financial Acctivities	(6,038,882)	(237,500)	(6,087,338)	5,906,600
Net Increase/(Decrease) in Cash & Cash Equivalents	7,609,314	(475,845)	7,236,298	(651,726)
Cash and cash equivalents at the beginning of the year	16,792,665	17,268,510	18,866,425	19,518,151
Exchange difference in respect of cash & cash equivalent	-	-	-	-
Cash and cash equivalents at the end of the period	24,401,979	16,792,665	26,102,723	18,866,425

FOR THE YEAR ENDED

	BANK		GROUP	
	As at 31.12.2012 (Rs.'000) (Audited)	As at 31.12.2011 (Rs.'000) (Audited)	As at 31.12.2012 (Rs.'000) (Audited)	As at 31.12.2011 (Rs.'000) (Audited)
Profit/(Loss) for the year	10,893,992	10,446,373	11,896,692	12,523,538
Other Comprehensive Income net of Tax				
Actuarial gains and losses on defined benefit plans	(57,966)	(2,170,391)	(57,748)	(2,169,308)
Gains and losses on re-measuring available-for-sale financial assets	(18,489)	(96,671)	(38,609)	(93,090)
Less:				
Tax expense/(Income) relating to components of other comprehensive income	-	-	-	-
Other Comprehensive Income for the Year, net of Taxes	(76,455)	(2,267,062)	(96,357)	(2,262,398)
Total Comprehensive Income for the Year	10,817,537	8,179,311	11,800,335	10,261,139
Attributable to :				
Equity Holders of the Bank	10,817,537	8,179,311	11,138,781	9,853,847
Non-controlling interests	-	-	661,554	407,293

BANK	GROUP
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	As at 31.12.2012 (Audited)	As at 31.12.2011 (Audited)	As at 31.12.2012 (Audited)	As at 31.12.2011 (Audited)
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. '000	26,048,041	20,460,538	43,306,670	36,617,060
Total Capital Base, Rs. '000	37,407,848	31,501,960	56,846,440	49,714,595
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	9.8	9.6	12.0	11.6
Total capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	14.0	14.8	15.7	15.7
Assets Quality (Quality of Loan Portfolio)				
Gross Non- Performing Advances Ratio, % (net of Interest in Suspense)	2.8	3.4	2.7	2.9
Net Non- Performing Advances Ratio, % (net of interest in suspense and provisions)	0.4	0.5	0.4	0.4
Profitability				
Interest Margin, %	4.4	5.0	4.8	5.4
Return on Assets (Before Tax) , %	2.0	2.6	2.1	2.8
Return on Equity (After Tax) , %	41.7	49.2	28.2	38.6
Regulatory Liquidity				
Statutory Liquid Assets, Rs.Mn				
Domestic Banking Unit Rs.'000	149,301,513	118,496,792	-	-
Off- Shore Banking Unit US\$ ('000)	140,504	65,958	-	-
Statutory Liquid Assets, Ratio % (Minimum Requirement, 20%)				
Domestic Banking Unit	21.8	21.5	-	-
Off- Shore Banking Unit	21.8	24.0	-	-

AS AT 31ST DECEMBER

	BANK				GROUP			
	2012 (Rs. '000) (Audited)	2011 (Rs. '000) (Audited)	Change %	2010 (Rs. '000) (Audited)	2012 (Rs. '000) (Audited)	2011 (Rs. '000) (Audited)	Change %	2010 (Rs. '000) (Audited)
Assets								
Cash and Cash Equivalents	24,401,979	16,792,665	45.3	17,268,510	26,102,723	18,866,425	38.4	19,518,151
Balances with Central Bank of Sri Lanka	43,412,048	35,717,033	21.5	26,739,341	43,412,048	35,717,033	21.5	26,739,341
Placements with banks	13,341,252	16,893,327	(21.0)	-	13,341,252	16,893,327	(21.0)	-
Other Financial assets held-for-trading	18,772,710	23,891,041	(21.4)	20,975,857	19,002,137	23,984,207	(20.8)	21,033,924
Loans and receivables to Banks	35,350,098	31,731,952	11.4	53,268,853	35,350,098	31,731,952	11.4	53,268,853
Loans and receivables to other customers	611,414,267	461,655,759	32.4	358,593,640	690,197,310	534,875,220	29.0	407,049,791
Financial investments - Available-for-sale	27,977,489	9,464,211	195.6	561,431	27,982,839	9,497,534	194.6	600,341
Financial investments - Held-to-maturity	78,522,570	46,303,056	69.6	50,210,126	80,151,886	47,798,436	67.7	50,953,273
Investments in subsidiaries	1,253,434	1,419,950	(11.7)	1,519,950	-	-	-	-
Investments in associates	273,100	273,100	-	155,500	309,989	427,196	(27.4)	248,830
Goodwill and intangible assets	44,352	100,807	(56.0)	196,636	405,768	460,807	(11.9)	559,203
Property, plant and equipment	8,234,565	7,522,702	9.5	6,866,152	10,923,098	9,932,840	10.0	8,226,965
Investment properties	398,508	406,165	(1.9)	414,403	398,508	406,165	(1.9)	414,403
Prepaid Leases	291,866	325,224	(10.3)	326,517	291,866	325,224	(10.3)	326,517
Deferred tax assets	501,587	186,884	168.4	62,455	501,997	195,734	156.5	76,035
Other assets	8,916,779	9,392,788	(5.1)	9,947,673	12,488,561	13,277,350	(5.9)	14,448,992
Total Assets	873,106,604	662,076,663	31.9	547,107,045	960,860,079	744,389,451	29.1	603,464,618
Liabilities								
Due to banks	94,124,713	43,351,641	117.1	6,155,237	133,987,864	81,133,645	65.1	36,723,268
Due to other customers	683,950,837	550,226,448	24.3	470,969,729	708,896,611	572,721,654	23.8	481,093,664
Other Borrowings	41,024,958	20,700,940	98.2	32,992,294	40,740,098	19,894,126	104.8	32,992,294
Current tax liabilities	1,860,689	2,806,539	(33.7)	1,527,448	1,933,576	3,307,218	(41.5)	2,244,303
Deferred tax liabilities	-	-	-	-	864,461	337,537	156.1	551,991
Other liabilities	12,940,620	11,902,462	8.7	11,053,014	18,688,304	18,261,498	2.3	18,721,475
Subordinated term debts	10,000,000	10,000,000	-	5,000,000	10,000,000	10,000,000	-	5,000,000
Total Liabilities	843,901,816	638,988,030	32.1	527,697,722	915,110,913	705,655,679	29.7	577,326,995
Equity								
Stated capital/Assigned capital	7,201,998	7,201,998	-	7,201,998	7,201,998	7,201,998	-	7,201,998
Statutory reserve Fund	2,437,291	1,892,591	28.8	49,998	2,437,291	1,892,591	28.8	49,998
Other reserves	15,585,914	11,174,731	39.5	7,829,431	16,394,908	11,507,929	42.5	7,829,431
Retained earnings	3,979,585	2,819,313	41.2	4,327,895	15,135,134	13,708,652	10.4	10,972,971
Total shareholders' equity	29,204,788	23,088,633	26.5	19,409,322	41,169,330	34,311,169	20.0	26,054,398
Non-controlling interests	-	-	-	-	4,579,836	4,422,603	3.6	83,225
Total equity	29,204,788	23,088,633	26.5	19,409,322	45,749,166	38,733,772	18.1	26,137,623
Total equity and liabilities	873,106,604	662,076,663	31.9	547,107,045	960,860,079	744,389,451	29.1	603,464,618
Contingent Liabilities and Commitments								
Commitments	207,021,384	190,732,157	8.5	131,397,539	208,570,108	191,045,197	9.2	131,397,539

STATEMENT OF CHANGES IN EQUITY

AS AT 31ST DECEMBER

BANK	STATEMENT OF FINANCIAL POSITION							Total
	Stated capital/Assigned capital		Reserves					
	Ordinary shares (Rs.'000)	Assigned capital (Rs.'000)	Reserve fund (Rs.'000)	Revaluation reserve (Rs.'000)	Other reserves (Rs.'000)	Investment fund (Rs.'000)	Retained earnings (Rs.'000)	
								(Rs.'000)
Balance as at 31.12.2010	49,998	7,152,000	49,998	5,630,460	2,198,971	-	5,175,883	20,257,310
Deposit EIR Adjustment to opening retained earnings	-	-	-	-	-	-	581,573	581,573
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	116,925	116,925
Impairment Chgs in respect of off balance sheet items	-	-	-	-	-	-	(212,595)	(212,595)
Net Defined Benefit obligation	-	-	-	-	-	-	(1,333,891)	(1,333,891)
Balance as at 01.01.2011	49,998	7,152,000	49,998	5,630,460	2,198,971	-	4,327,895	19,409,322
Profit for the year	-	-	-	-	-	-	10,446,373	10,446,373
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	(96,671)	(96,671)
Net Defined Benefit obligation	-	-	-	-	-	-	(2,170,391)	(2,170,391)
Transfer to Reserve during the period	-	-	1,842,593	-	1,447,598	1,897,702	(5,187,893)	-
Special Levy to Treasury	-	-	-	-	-	-	(4,500,000)	(4,500,000)
Balance as at 31.12.2011	49,998	7,152,000	1,892,591	5,630,460	3,646,569	1,897,702	2,819,313	23,088,633
Profit for the year	-	-	-	-	-	-	10,893,992	10,893,992
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	(18,489)	(18,489)
Net Defined Benefit obligation	-	-	-	-	-	-	(57,966)	(57,966)
Gain/(loss) on revaluationof Property, Plant and Equipment	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	544,700	(166,964)	1,432,304	3,145,843	(4,955,882)	-
Dividend Paid to GOSL	-	-	-	-	-	-	(201,382)	(201,382)
Special Levy to Treasury	-	-	-	-	-	-	(4,500,000)	(4,500,000)
Balance as at 31.12.2012	49,998	7,152,000	2,437,291	5,463,496	5,078,873	5,043,545	3,979,585	29,204,788

GROUP

	Stated capital/ Assigned capital		Reserves					Total	Non controlling interest	Total equity
	Ordinary shares (Rs.'000)	Assigned capital (Rs.'000)	Reserve fund (Rs.'000)	Revaluation reserve (Rs.'000)	Other reserves (Rs.'000)	Investment fund (Rs.'000)	Retained earnings (Rs.'000)			
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	
Balance as at 31.12.2010	49,998	7,152,000	49,998	5,630,460	2,198,971	-	11,820,958	26,902,385	83,225	26,985,610
Deposit EIR Adjustment to opening retained earnings	-	-	-	-	-	-	581,573	581,573	-	581,573
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	116,925	116,925	-	116,925
Impairment Chgs in respect of off balance sheet items	-	-	-	-	-	-	(212,595)	(212,595)	-	(212,595)
Net Defined Benefit obligation	-	-	-	-	-	-	(1,333,891)	(1,333,891)	-	(1,333,891)
Balance as at 01.01.2011	49,998	7,152,000	49,998	5,630,460	2,198,971	-	10,972,971	26,054,398	83,225	26,137,623
Profit for the year	-	-	-	-	-	-	12,117,411	12,117,411	406,127	12,523,538
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	(93,985)	(93,985)	895	(93,090)
Net Defined Benefit obligation	-	-	-	-	-	-	(2,169,579)	(2,169,579)	271	(2,169,308)
Transfer to Reserve during the period	-	-	1,842,593	-	1,447,598	2,230,900	(5,521,091)	-	-	-
Changes in Re-measure AFS Investments	-	-	-	-	-	-	(3,580)	(3,580)	-	(3,580)
Special Levy to Treasury	-	-	-	-	-	-	(4,500,000)	(4,500,000)	-	(4,500,000)
Deemed Disposal Profit	-	-	-	-	-	-	3,150,026	3,150,026	-	3,150,026
Share Issue Expenses	-	-	-	-	-	-	(211,190)	(211,190)	-	(211,190)
Goodwill Adjustment	-	-	-	-	-	-	(2,969)	(2,969)	-	(2,969)
Disposal of Change of holdings	-	-	-	-	-	-	(29,362)	(29,362)	-	(29,362)
Acquired during the year	-	-	-	-	-	-	-	-	3,932,085	3,932,085
Balance as at 31.12.2011	49,998	7,152,000	1,892,591	5,630,460	3,646,569	2,230,900	13,708,652	34,311,169	4,422,603	38,733,772
Profit for the year	-	-	-	-	-	-	11,230,199	11,230,199	666,494	11,896,692
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	(57,802)	(57,802)	54	(57,748)
Net Defined Benefit obligation	-	-	-	-	-	-	(33,616)	(33,616)	(4,994)	(38,609)
Transfer to Reserve during the period	-	-	544,700	(166,964)	1,432,304	3,621,639	(5,431,679)	-	-	-
Dividend Paid to GOSL	-	-	-	-	-	-	(201,382)	(201,382)	-	(201,382)
Special Levy to Treasury	-	-	-	-	-	-	(4,500,000)	(4,500,000)	-	(4,500,000)
Movement in deemed disposal profit	-	-	-	-	-	-	435,191	435,191	-	435,191
Share Issue Expenses	-	-	-	-	-	-	(14,429)	(14,429)	(504,322)	(518,751)
Balance as at 31.12.2012	49,998	7,152,000	2,437,291	5,463,496	5,078,873	5,852,539	15,135,134	41,169,330	4,579,835	45,749,165

MEASUREMENT OF FINANCIAL INSTRUMENTS

BANK AS AT 31.12. 2012							
	HFT	Designated at FVTPL	HTM	Amortised Cost	AFS	Others	Total
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
ASSETS							
Cash and cash equivalents	-	24,401,979	-	-	-	-	24,401,979
Balances with Central Banks	-	43,412,048	-	-	-	-	43,412,048
Placements with Banks	-	-	-	13,341,252	-	-	13,341,252
Financial assets at fair value through profit or loss	18,772,710	-	-	-	-	-	18,772,710
Loans and receivables to banks	-	-	-	35,350,098	-	-	35,350,098
Loans and receivables to other customers	-	-	-	611,414,267	-	-	611,414,267
Financial investments	-	-	78,522,570	-	27,977,489	-	106,500,059
Total financial assets	18,772,710	67,814,027	78,522,570	660,105,617	27,977,489	-	853,192,413
Other assets	-	-	-	-	-	19,914,191	19,914,191
Total assets	-	-	-	-	-	-	873,106,604
LIABILITIES							
Due to banks	-	-	-	94,124,713	-	-	94,124,713
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-	-
Due to other customers	-	-	-	683,950,837	-	-	683,950,837
Other Borrowings	-	-	-	41,024,958	-	-	41,024,958
Current tax liabilities	-	-	-	-	1,860,689	-	1,860,689
Subordinated term debts	-	-	-	10,000,000	-	-	10,000,000
Total financial liabilities	-	-	-	829,100,508	1,860,689	-	830,961,197
Other liabilities	-	-	-	-	12,940,620	-	12,940,620
Total liabilities	-	-	-	-	-	-	843,901,816

MEASUREMENT OF FINANCIAL INSTRUMENTS

GROUP AS AT 31.12. 2012							
	HFT	Designated at FVTPL	HTM	Amortised Cost	AFS	Others	Total
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
ASSETS							
Cash and cash equivalents	-	26,102,723	-	-	-	-	26,102,723
Balances with Central Banks	-	43,412,048	-	-	-	-	43,412,048
Placements with Banks	-	-	-	13,341,252	-	-	13,341,252
Financial assets at fair value through profit or loss	19,002,137	-	-	-	-	-	19,002,137
Loans and receivables to banks	-	-	-	35,350,098	-	-	35,350,098
Loans and receivables to other customers	-	-	-	690,197,310	-	-	690,197,310
Financial investments	-	-	80,151,886	-	27,982,839	-	108,134,725
Total financial assets	19,002,137	69,514,771	80,151,886	738,888,660	27,982,839	-	935,540,292
Other assets	-	-	-	-	-	25,319,787	25,319,787
Total assets	-	-	-	-	-	-	960,860,079
LIABILITIES							
Due to banks	-	-	-	133,987,864	-	-	133,987,864
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-	-
Due to other customers	-	-	-	708,896,611	-	-	708,896,611
Other Borrowings	-	-	-	40,740,098	-	-	40,740,098
Current tax liabilities	-	-	-	-	-	1,933,576	1,933,576
Subordinated term debts	-	-	-	10,000,000	-	-	10,000,000
Total financial liabilities	-	-	-	893,624,573	1,933,576	-	895,558,148
Other liabilities	-	-	-	-	-	19,552,765	19,552,765
Total liabilities	-	-	-	-	-	-	915,110,913

MEASUREMENT OF FINANCIAL INSTRUMENTS

BANK AS AT 31.12. 2011							
	HFT	Designated at FVTPL	HTM	Amortised Cost	AFS	Others	Total
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
ASSETS							
Cash and cash equivalents	-	16,792,665	-	-	-	-	16,792,665
Balances with Central Banks	-	35,717,033	-	-	-	-	35,717,033
Placements with Banks	-	-	-	16,893,327	-	-	16,893,327
Financial assets at fair value through profit or loss	23,891,041	-	-	-	-	-	23,891,041
Loans and receivables to banks	-	-	-	31,731,952	-	-	31,731,952
Loans and receivables to other customers	-	-	-	461,655,759	-	-	461,655,759
Financial investments	-	-	46,303,056	-	9,464,211	-	55,767,266
Total financial assets	23,891,041	52,509,698	46,303,056	510,281,038	9,464,211	-	642,449,043
Other assets	-	-	-	-	-	19,627,620	19,627,620
Total assets	-	-	-	-	-	-	662,076,663
LIABILITIES							
Due to banks	-	-	-	43,351,641	-	-	43,351,641
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-	-
Due to other customers	-	-	-	550,226,448	-	-	550,226,448
Other Borrowings	-	-	-	20,700,940	-	-	20,700,940
Current tax liabilities	-	-	-	-	2,806,539	-	2,806,539
Subordinated term debts	-	-	-	10,000,000	-	-	10,000,000
Total financial liabilities	-	-	-	624,279,029	2,806,539	-	627,085,568
Other liabilities	-	-	-	-	11,902,462	-	11,902,462
Total liabilities	-	-	-	-	-	-	638,988,030

MEASUREMENT OF FINANCIAL INSTRUMENTS

GROUP AS AT 31.12. 2011							
	HFT	Designated at FVTPL	HTM	Amortised Cost	AFS	Others	Total
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
ASSETS							
Cash and cash equivalents	-	18,866,425	-	-	-	-	18,866,425
Balances with Central Banks	-	35,717,033	-	-	-	-	35,717,033
Placements with Banks	-	-	-	16,893,327	-	-	16,893,327
Financial assets at fair value through profit or loss	23,984,207	-	-	-	-	-	23,984,207
Loans and receivables to banks	-	-	-	31,731,952	-	-	31,731,952
Loans and receivables to other customers	-	-	-	534,875,220	-	-	534,875,220
Financial investments	-	-	47,798,436	-	9,497,534	-	57,295,971
Total financial assets	23,984,207	54,583,458	47,798,436	583,500,499	9,497,534	-	719,364,134
Other assets	-	-	-	-	-	25,025,317	25,025,317
Total assets	-	-	-	-	-	-	744,389,451
LIABILITIES							
Due to banks	-	-	-	81,133,645	-	-	81,133,645
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-	-
Due to other customers	-	-	-	572,721,654	-	-	572,721,654
Other Borrowings	-	-	-	19,894,126	-	-	19,894,126
Current tax liabilities	-	-	-	-	-	3,307,218	3,307,218
Subordinated term debts	-	-	-	10,000,000	-	-	10,000,000
Total financial liabilities	-	-	-	683,749,426	-	-	687,056,644
Other liabilities	-	-	-	-	-	18,599,035	18,599,035
Total liabilities	-	-	-	-	-	-	705,655,679

CERTIFICATION

We the undersigned being the Chief Executive officer and the Head of Finance of the Bank jointly.

(a) the above statement have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka; and

(b) the information contained in these statements have been extracted from the audited financial statements of the bank.