## PEOPLE'S BANK

FINANCIAL STATEMENTS

| NCOME STATEMENT FOR THE HALF YEAR ENDED 3OTH JUNE |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\text { (Rs. } \mathbf{2 0 0 0})$ |  | ${ }_{\text {change }}^{\text {\% }}$ | ${ }_{\text {(Rs. }}^{2011}$ |  | ${ }_{\text {change }}$ |
| Gross income | 31,39,776 | 30,199.585 | 4.1 | 36,997,959 | 34,068.074 | 8.6 |
| Interest Income <br> Interest Income on Loans and Advances Interest Income on Other Interest Earning Assets | 28,960,728 6,061,809 | $\underset{\substack{27,51,098 \\ 21,375,594}}{\substack{ \\\hline}}$ 6,176,314 | $\left.\begin{array}{l} 5.1 \\ (1.1 \\ (1.2) \end{array}\right)$ | $\left.\begin{array}{l} 34,45,589 \\ 28,88,789 \\ 6,12,760 \end{array}\right)$ | $31,217,793$ $25,011,698$ 6,206,095 |  |
| Less: Interest Expense <br> Interest Expenses on Deposits <br> expenses on Other Interest Bearing Liabilities |  | $14,786,326$ $13,350,304$ $1,736,022$ 1 | $\begin{gathered} 2.4 \\ 0.4 \\ 10.3 \\ 18.1 \end{gathered}$ |  |  | $\begin{array}{r}7.5 \\ \begin{array}{c}79.5 \\ 38.6)\end{array} \\ \hline\end{array}$ |
| Net Iteresst Income | 13,823,383 | 12,76,582 | ${ }^{8.3}$ | 16,774,879 | 14,859,190 | 13.6 |
| $\begin{aligned} & \text { Non Interest Income } \\ & \text { Foreign Exchange Income } \\ & \text { Other Income } \end{aligned}$ | $\begin{aligned} & 2,287,554 \\ & 4.54,420 \\ & 1,86,134 \end{aligned}$ |  |  |  | $2,621,055$ 683,623 1,937,432 |  |
| Expenses Personnel Costs <br> Provision for Staff Retirement Benefits <br> Premises,Equipment and Establishment Expenses |  |  | 6.7 4.7 15.8 7.0 7.0 |  |  | 7.9 <br> 9.6 <br> 15.8 <br> 6.8 <br> 2. |
| Lestes on Traing Ivesesment securitic | 1,701,910 | 1,54,623 | 10.0 | 1,889,753 | 1,857,39 | 2.2 |
| Less: Provision tor Bad and Doubtul Debts and Loans Written Off |  |  |  |  |  |  |
| (Provions-General | ${ }_{2}^{2123,364}$ | ${ }_{\text {cke }}^{28,500}$ | (192.4) |  |  |  |
| 隹 | ${ }_{\text {(145,994) }}$ | ${ }_{(211,371)}$ | (31.2) | ${ }^{(1599688)}$ | (229,226) | ${ }^{(300.4)}$ |
| (tand |  |  |  |  |  |  |
| Less.frovison for Decine in Value of whestments | (34,557) | 147,852 | (123.4) | (34,557) | 147,552 | (123,4) |
| Operating Profitio on Orinary Activities before Tex | 7,445,176 | 6,407,488 | , | 10,082,256 | 7,724,478 | 30.5 |
| Less:Value Added T Tax on Einancial Senices | 1,122,185 | 1,827,862 | (38.6) | ,259, 55 | 1,978,478 | ${ }^{36.4)}$ |
| Operating Profito on Orinary Activities before Corporate Tax | 6,32,991 | 4,579,626 | 38.1 | 8,223,100 | 5,745,999 | 53.6 |
| Share of Sussidiaies Associate Companies Proft |  |  |  | 073 | 1,991 | (1,848.7) |
| Operaing Profit Beiore Corporate Tax | 6,322,991 | 4,579,626 | 38.1 | 8,797,027 | 5,747,990 | 53.1 |
| Less Tax on Profits on Orinay A Activies | 2,213,353 | 1,902,000 | 16.4 | 2.876,394 | 2,441,059 | 17.8 |
| Operating Profititerer Corporate Tax | 4,109,638 | 2.67, 626 | ${ }_{53.5}$ | 5,920,633 | 3,306,431 | 79.1 |
| Minority herest |  |  |  | (10,372) | ${ }^{\text {(385) }}$ | 2.594.0 |
| Operating Profit tor the Period | 4,109,638 | 2.677 .626 | 53.5 | 5.910,261 | 3,306,046 | ${ }^{78.8}$ |

STATEMENT OF CHANGES IN EQUITY AND RESERVES - BANK
FOR THE HAL F YEAR ENDED 30 HTH UUNE

| STATEMENT OF CHANGES IN EQUITY AND RESERVES - BANKFOR THE HALF YEAR ENDED $30 T H$ UUNE |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Capital Pending Allotment (Rs. '000) |  | Revaluation <br> Reserve <br> (Rs. '000) | $\left.\begin{array}{c} \text { Capital } \\ \text { Caser } \\ \text { Res. } 0 \text { ooo } \end{array}\right)$ | $\begin{array}{r} \text { Reserves } \\ \text { Special Risk } \\ \text { Reserve } \\ \text { (Rs. '000) } \\ \hline \end{array}$ |  | $\left.\begin{array}{c} \text { Buididing } \\ \text { AReserev } \\ \text { ARs. } 0000 \end{array}\right)$ |  |  |
|  | 49.998 | ${ }^{7,152,000}$ |  |  | 5,663 | 1,25, 8,08 |  |  | 5,76,881 | 20,88, 308 |
|  |  |  |  |  |  |  |  |  |  |  |
| Suplus on rovalation of property |  |  |  |  |  |  |  |  | 4,109,688 | 4,109,638 |
|  |  |  |  |  |  |  |  |  |  |  |
| Dividend Paid o ocost- |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
| \|abance asate | 4,998 | 7,152,000 | 49,988 | 5.63,460 | 5.663 | 1,255,808 | 93,500 | 1.000 | (7,36,5,59 | $\xrightarrow{\text { L2,47,9066 }}$ |


| $\begin{aligned} & \text { BALANCE SHEET } \\ & \hline \text { AS AT } \end{aligned}$ |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\begin{gathered} \text { As at } \\ 30.06 .2011 \\ (\text { Rs. '000) } \end{gathered}$ |  | ${ }_{\text {Change }}^{0}$ | $\begin{gathered} \text { As at } \\ 30.06 .2011 \\ \text { (Rs. '000) } \end{gathered}$ |  | $\underset{\substack{\text { Change } \\ \%}}{ }$ |
| On Balance Sheet Assels |  |  |  |  |  |  |
| Cash in Hand <br> Balances with Central Bank of Sri Lanka/Other Central Bank Due from Banks and Other Financial Institutions |  | $\begin{array}{r} 8,997,198 \\ 26,739,341 \\ 37,359,730 \end{array}$ | $\begin{gathered} 24,3 \\ \left.\begin{array}{c} 24.3 \\ 17.0 \end{array} \right\rvert\, \end{gathered}$ | $\begin{aligned} & 11,936,110 \\ & 31,359,258 \\ & 37,072,689 \end{aligned}$ | $9,655,762$ $26,739,341$ 39,192,646 | 23.6 $\substack{17.5 \\(5.4)}$ |
| (investenst-Trading Account | 39,791,598 $38,998,876$ 792,722 | 21,135,365 $20,657,313$ 478,052 | 88.3 <br> 8.8 <br> 65.8 | 39,853,923 38,998,876 | 21,193,431 $20,657,313$ 536,118 | (88.0 |
| Investments - Held -to-Maturity (Neto of rovisisions made for deciline in investment value) |  |  |  |  |  |  |
| (Excluding Investments in Associates and Subsidiaries) Government Securities | $\begin{array}{r} 78,131,349 \\ 77,924,990 \\ 1,309,758 \end{array}$ | 73,843,720 73,558,723 | 5.8 5.9 5 | $78,329,963$ $78,023,594$ 78,023,594 | 73,943,730 73,558,723 | ¢9.9 6.1 |
| Less: Provision of or dectine in Vawe of thvestment | ${ }_{\text {l }}$ | ${ }_{\text {l }} 1.024,761$ | 7.7 | 1,103,399 | ${ }^{\text {1,0,24,761 }}$ | 7.7 |
|  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| - Peritoming Loans and Advances | $\underbrace{}_{\substack{391,799,577 \\ 8,029,603}}$ |  |  | $\underset{\substack{468,67,9791 \\ 8,029603}}{ }$ |  |  |
|  | $\underset{81,418,248}{8,290,63}$ | $\begin{array}{r} 77,126,863 \\ 780,720 \end{array}$ |  | $8,029,603$ $60,587,35$ |  |  |
|  |  |  |  |  |  |  |
| Other Loans | 321,964,060 | ${ }^{273,056,215}$ | 17.9 | 320,425,093 | 272,829,059 | ${ }^{17.4}$ |
| Non Pertoming Loans and Advances | 19,203,998 | 18,738,403 |  | ${ }^{20,0043,755}$ | ${ }^{19,885,305}$ |  |
| - ${ }^{\text {Silveratats }}$ |  |  | ${ }_{\text {l }}$ |  |  |  |
| Lease Rentals Receivale | ${ }^{14,592,493}$ | ${ }_{\text {14,032,544 }}$ | ${ }_{4.0}^{6.4}$ | (84,4,600 | (1, 1.15 .254 | ${ }_{4.0}^{126.7}$ |
| Adde ${ }^{\text {didest Receivabes on NP Advances }}$ | ${ }^{34938292}$ | ${ }^{33587191}$ | ${ }^{40}$ | ${ }^{349388292}$ | ${ }^{33,624225}$ | ${ }^{39}$ |
|  |  |  |  |  |  |  |
| Total Gross Loans and Advances | 445,89,887 | 405,228,006 | 10.0 | 52,619,558 | 463,42,901 | 13.0 |
| Lessif Lnestin Suspence |  |  |  |  |  |  |
|  | 11,248,097 2,431,519 |  | $\left.\begin{array}{c} 4,0,1 \\ 0,0 \\ 0,9 \end{array}\right)$ | $12,117,202$ $3,984,121$ | $48,716,849$ $12,205,249$ $3,898,416$ | 10.7 <br> 2.2 <br> 2 |
| Net Loans and Advances | 396,72,971 | 357,336,421 | 11.0 | 454,113,245 | 398,600,387 | 13.9 |
| Oher Assels | 15,76,981 | 12,14, ,995 |  |  |  |  |
|  | ${ }_{3}^{1444.688}$ | ${ }^{196,636}$ | ${ }_{\text {coib }}^{\text {(26.7) }}$ |  |  | ${ }_{\substack{12.5 \\ 6.6 \\ \hline \\ \hline \\ \hline \\ \hline}}$ |
| Propenty, Plantit Equaiment(Ne ot A Accumulated depiciciaion) | ${ }_{\text {8,245,622 }}$ | ${ }^{\text {7,861,555 }}$ | ${ }_{4.9}^{6.9}$ | 10,082,852 | ${ }_{\text {g, } 223,575}^{30.517}$ | ${ }_{9.3}^{0.6}$ |
| Total on Balance Sheet Assets | 818,815,618 | 547,615,829 | ${ }^{13.0}$ | $\underline{682833,342}$ | $\stackrel{\text { 599,816,475 }}{ }$ | 14.6 |
| On Balance Sheet Labilities |  |  |  |  |  |  |
| Total Deposits | 50,56,360 | 462, 40,255 |  |  | 463,727,42 |  |
| Demand deposits |  |  | (2, ${ }_{0}$ | 393,241,322 |  | ${ }_{0.5}^{0.5}$ |
|  |  | ${ }^{215,10,7,187}$ | ${ }_{9.4}^{9.8}$ |  |  | ${ }_{10,6} 9$ |
| ${ }^{\text {M }}$ Margin Deposisis | ${ }^{3,2959,932}$ | ${ }^{3,1677.566}$ | 4.0 <br> 13.8 |  | ${ }_{\substack{3,167.656 \\ 262439}}$ | ${ }_{10.6}^{(9.9)}$ |
| Total Borowings |  |  |  |  |  |  |
|  | -3,491,179 |  | ${ }^{27.7}$ |  | (2,75,941 | ${ }_{\substack{27.5 \\ 985}}$ |
|  |  |  | ${ }^{450.1}{ }_{21,9}$ | 68,678,01 <br> $34,28,026$ | ${ }_{\substack{3 \\ 30,999,9,944 \\ \\ 20,102}}$ | ${ }^{93,5} 17$ |
| Subordinated Term Debts <br> Other Borrowings | $\underset{5.50,355}{\substack{50.000 \\ \hline}}$ | 5.000.,000 $2,454,883$ | 9 |  |  | ${ }_{9}^{997}$ |
| Deferene Liablilies |  |  |  |  |  |  |
|  | 2.1.20,981 $2,677,347$ | $1,527,448$ $18,754,060$ | $\begin{aligned} & 38.9 \\ & 20.9 \end{aligned}$ | $2,881.366$ <br> $29,605,386$ | $2,133,133$ $26,984,418$ | ${ }_{9.7}^{32.7}$ |
| Total on Balance Sheet Labilities | 596,367,672 | 526,777,521 | 13.2 | 652,74,257 | 569,21,380 | 14.7 |
| Minouriy hiteest |  |  |  | 171.574 | 83,225 | 106.2 |


|  |  |  |  |  |  |  |  |  |  |  | Equity Capital and Reserves Share Capita/Assigned Capital Statutory Reserve Fund Total Other Reserves <br> Total On - Balance Sheet Liabilities, Equity Capital and Reserves <br> Off-Balance Sheet Items and Contra Accounts |  | $\begin{array}{r} 20,838,308 \\ 7,201,998 \\ 49,998 \\ 13,586,312 \\ \hline 547,615,829 \\ \hline \hline \end{array}$ | $\begin{array}{c\|} 7.7 \\ 7.7 \\ \vdots 11.8 \\ 13.0 \end{array}$ | $\begin{array}{r} 29,914,512 \\ 7,21,998 \\ 49,998 \\ 22,662,516 \end{array}$ | 26,516,871 <br> 7,201,998 19,264,875 | 12.8 7 77.6 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\begin{gathered} \hline \text { Equity C } \\ \text { Ordinary } \\ \text { Shares } \\ \text { (Rs. '000) } \\ \hline \end{gathered}$ | $\qquad$ | $\begin{aligned} & \text { Permanent } \\ & \text { Resene } \\ & \text { Res: } 000 \end{aligned}$ | $\begin{gathered} \text { Revaluation } \\ \text { Reserve } \\ \text { (Rs. '000) } \\ \hline \end{gathered}$ |  | $\begin{gathered} \quad \mathrm{R} \\ \text { Special Risk } \\ \text { Reserve } \\ \text { (Rs. '000) } \\ \hline \end{gathered}$ | $\begin{aligned} & \hline \text { eserves } \\ & \text { General } \\ & \text { Reserve } \\ & \text { (Rs. '000) } \\ & \hline \end{aligned}$ | $\begin{gathered} \text { Building } \\ \text { Reserve } \\ \text { (Rs. '000) } \\ \hline \end{gathered}$ | $\begin{aligned} & \text { Income } \\ & \text { Statement } \\ & \text { (Rs. '000) } \\ & \hline \end{aligned}$ | $\begin{gathered} \text { Total } \\ \text { (Rs. }{ }^{\text {©000 }} \\ \hline \end{gathered}$ |  |  |  |  |  |  |  |
|  | 499988 | 7.152.000 | 49,988 | 5,630,460 | 5,663 | 1,253,008 | ${ }^{93,500}$ | 1.000 | ${ }^{11,483,44}$ | 26,51,8,71 | Off-Balance Sheet Items and Contra Accounts Contingencies Commitment and Contra Accounts | 129,643,889 $109,693,071$ $19,950,818$ | 131,750,729 $105,312,721$ $26,438,008$ | $\left.\begin{array}{c} (1.66 \\ (24,5) \\ (2,5) \end{array}\right)$ | 129,643,889 $199,693,07$ $19,950,81$ | 131,750,729 $105,312,721$ $26,438,008$ | ( |
|  |  |  |  |  |  |  |  |  |  |  | Memoranum mitomation |  |  |  |  |  |  |
| Veter orit orthe eioind |  |  |  |  |  |  |  |  | 5.90,261 | 5,900,26 | Number of Branches | ${ }_{3}^{550}$ | ${ }^{\text {8,099 }}$ |  | ${ }_{363}$ | ${ }_{357}$ |  |
| Tenserto Gemear Reseve |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  | notes: |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Specis l Leytot Trasury |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Balance asal3.0.06.2011 | 49,998 | $7.152,000$ | 49.986 | $5.680,460$ | 5.663 | 1.253 .008 | 988.50 | 1,000 | 14,833,005 | 29,914,512 | 2. The Information contained in these statements have been prepared in accordance with Sri Lanka Accounting Standa | he unaudited fin | l statements | k un | ndicated as audite | and have been |  |


|  | Bank |  | group |  |
| :---: | :---: | :---: | :---: | :---: |
|  | ${ }_{\text {30, }}^{\text {As at }}$ (2011 |  | ${ }_{\text {30.0.2011 }}{ }^{\text {As at }}$ |  |
| Regulatry Capital dequacy |  |  |  |  |
| Core Captal (Tier 1 Capatal), fs. Mn | ${ }^{14.814}{ }_{24061}$ | ${ }^{14,861}$ | ${ }_{\text {20,005 }}^{\text {20, }}$ | 20.566 30.781 |
| (tarem |  |  |  |  |
| Assels Minimum Requirement, 5 \%) | 7.1 | 7.9 | 7.5 | 8.5 |
| Total capital Adequacy Ratio, as \% of Risk Weighted Assets (Minimum Requirement, 10\%) | 11.5 | 12.8 | ${ }^{11.6}$ | 2. 8 |
| Assets Quality (Quality of Loan Porttolio) |  |  |  |  |
| Gross Non- Performing Advances Raio, \%o (net of Interestin Suspense) | 4.6 | 5.0 | 4.1 | 4.6 |
|  | 1.3 | 1.2 | 0.7 | 0.7 |
|  | $\begin{gathered} 4.8 \\ \text { and } \\ 38.0 \end{gathered}$ | $\begin{aligned} & 5.1 \\ & \text { 1.7. } \\ & 26.9 \end{aligned}$ | $\begin{array}{r} 5.3 \\ .8 .8 \\ 42.0 \end{array}$ |  |
| $\begin{aligned} & \text { Regulatory Liquidity } \\ & \text { Statutory Liquid Assets, Rs.Mn } \\ & \text { Domestic Banking Unit Rs. Mn } \\ & \text { Off- Shore Banking Unit US\$ ('000) } \\ & \text { Statutory I iauid Assets Ratio \% } \end{aligned}$ | ${ }_{\substack{118,52 \\ 3,365}}^{\text {cen }}$ | ${ }_{\substack{115,437 \\ 1,3,80}}$ |  |  |
| Statutory Liquid Assets, Ratio \% (Minimum Requirement, 20\%) Domestic Banking Unit Off- Shore Banking Unit | ${ }_{26.8}^{23.1}$ | ${ }_{223}^{23.4}$ |  |  |



