

STATEMENT OF CHANGES IN EQUITY AND RESERVES - GROUP FOR THE HALF YEAR ENDED 30TH JUNE										
	Equity Capital		Permanent Reserve (Rs. '000)	Revaluation Reserve (Rs. '000)	Capital Reserve (Rs. '000)	Special Risk Reserve (Rs. '000)	Reserves		Income Statement (Rs. '000)	Total (Rs. '000)
	Ordinary Shares (Rs. '000)	Capital Pending Allotment (Rs. '000)					General Reserve (Rs. '000)	Building Reserve (Rs. '000)		
Balance as at 01.01.2011	49,998	7,152,000	49,998	5,630,460	5,663	1,253,808	938,500	1,000	11,435,445	26,516,871
Issue of Shares/ Increase of assigned capital (Tranch4 Capital)	-	0	-	-	-	-	-	-	-	-
Bonus Issue	-	-	-	-	-	-	-	-	-	-
Rights Issue	-	-	-	-	-	-	-	-	-	-
Surplus on revaluation of property	-	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	-	5,910,261	5,910,261	-
Transfer to Special Risk Reserve during the period	-	-	-	-	-	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-	-	-	-	-	-
Dividend Paid to GOGL	-	-	-	-	-	-	-	-	-	-
Profit transfer to Head office	-	-	-	-	-	-	-	-	-	-
Disposal and change of holding in subsidiaries	-	-	-	-	-	-	-	(13,816)	(13,816)	-
Goodwill Adjustment	-	-	-	-	-	-	-	4,768	4,768	-
Share issue Expenses	-	-	-	-	-	-	-	(3,573)	(3,573)	-
Special Levy to Treasury	-	-	-	-	-	-	-	(2,500,000)	(2,500,000)	-
Balance as at 30.06.2011	49,998	7,152,000	49,998	5,630,460	5,663	1,253,808	938,500	1,000	14,833,085	29,914,512

SELECTED PERFORMANCE INDICATORS				
	BANK		GROUP	
	As at 30.06.2011	As at 31.12.2010 (Audited)	As at 30.06.2011	As at 31.12.2010 (Audited)
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. Mn	14,814	14,861	20,605	20,596
Total Capital Base, Rs. Mn	24,061	24,071	31,987	30,781
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (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	12.8
Assets Quality (Quality of Loan Portfolio)				
Gross Non- Performing Advances Ratio, % (net of Interest in Suspense)	4.6	5.0	4.1	4.6
Net Non- Performing Advances Ratio, % (net of interest in suspense and provisions)	1.3	1.2	0.7	0.7
Profitability				
Interest Margin, %	4.8	5.1	5.3	5.6
Return on Assets (Before Tax), %	2.2	1.7	2.8	2.1
Return on Equity (After Tax), %	38.0	26.9	42.0	27.1
Regulatory Liquidity				
Statutory Liquid Assets, Rs.Mn				
Domestic Banking Unit Rs. Mn	118,052	115,437		
Off- Shore Banking Unit US\$ (000)	38,365	13,180		
Statutory Liquid Assets, Ratio % (Minimum Requirement, 20%)				
Domestic Banking Unit	23.1	23.4		
Off- Shore Banking Unit	26.8	22.3		

Equity Capital and Reserves	22,447,946	20,838,308	7.7	29,914,512	26,516,871	12.8
Share Capital/Assigned Capital	7,201,998	7,201,998	-	7,201,998	7,201,998	-
Statutory Reserve Fund	49,998	49,998	-	49,998	49,998	-
Total Other Reserves	15,195,950	13,586,312	11.8	22,662,516	19,264,875	17.6
Total On - Balance Sheet Liabilities, Equity Capital and Reserves	618,815,818	547,615,829	13.0	682,833,342	595,816,475	14.6
Off-Balance Sheet Items and Contra Accounts	129,643,889	131,750,729	(1.6)	129,643,889	131,750,729	(1.6)
Contingencies	109,693,071	105,312,721	4.2	109,693,071	105,312,721	4.2
Commitment and Contra Accounts	19,950,818	26,438,008	(24.5)	19,950,818	26,438,008	(24.5)
Memorandum Information						
Number of Employees	8,524	8,399		9,712	9,435	
Number of Branches	330	329		363	357	

NOTES:

- The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.
- The Information contained in these statements have been extracted from the unaudited financial statements of the Bank unless indicated as audited and have been prepared in accordance with Sri Lanka Accounting Standards.

(Sgd)
Yohan Soza
Head of Finance

(Sgd)
N.Vasantha Kumar
Chief Executive Officer/General Manager

(Sgd)
W. Karunajeewa
Chairman

04.08.2011
Colombo.