



FITCH RATING AA+ (LKA)

RAM RATING AAA

PEOPLE'S BANK

INTERIM FINANCIAL STATEMENTS

INCOME STATEMENT

FOR NINE MONTHS ENDED 30TH SEPTEMBER 2012

	BANK			GROUP		
	2012 (Rs. '000) (Unaudited)	2011 (Rs. '000) (Unaudited)	Change %	2012 (Rs. '000) (Unaudited)	2011 (Rs. '000) (Unaudited)	Change %
Gross Income	66,485,596	49,528,927	34.2	78,550,606	58,273,399	34.8
Interest Income	59,371,118	45,242,220	31.2	71,064,770	53,946,676	31.7
Interest Income on Loans and Advances	51,043,221	35,436,582	44.0	62,515,599	44,006,793	42.1
Interest Income on Other Interest Earning Assets	8,327,897	9,805,638	(15.1)	8,549,171	9,939,883	(14.0)
Less: Interest Expenses	35,331,946	23,190,553	52.4	41,641,155	27,192,465	53.1
Interest Expenses on Deposits	29,965,694	19,987,716	49.9	29,955,129	24,001,397	24.8
Interest Expenses on Other Interest Bearing Liabilities	5,366,252	3,202,837	67.5	11,686,026	3,191,068	266.2
Net Interest Income	24,039,172	22,051,667	9.0	29,423,615	26,754,211	10.0
Non Interest Income	5,962,524	3,775,142	57.9	6,286,090	3,797,622	65.5
Foreign Exchange Income	1,858,743	653,833	184.3	1,858,743	653,833	184.3
Other Income	4,103,781	3,121,309	31.5	4,427,347	3,143,789	40.8
Less: Non - Interest Expenses	15,886,664	13,045,980	21.8	18,113,070	14,144,920	28.1
Personnel Costs	8,761,648	6,639,892	32.0	9,574,793	7,358,945	30.1
Provision for Staff Retirement Benefits	1,237,815	1,124,497	10.1	1,237,815	1,124,497	10.1
Premises, Equipment and Establishment Expenses	3,297,242	2,661,129	23.9	3,521,586	2,795,807	26.0
Other Operating Expenses	2,589,959	2,620,462	(1.2)	3,778,876	2,865,671	31.9
Less: Provision for Bad and Doubtful Debts and Loans Written Off	1,080,950	204,857	427.7	1,185,132	(1,679,004)	(170.6)
Provisions - General	623,841	(38,652)	(1,714.0)	623,841	(1,936,539)	(132.2)
Provisions - Specific	1,609,063	755,074	113.1	1,761,037	786,636	123.9
Recoveries (-)	(1,151,954)	(511,565)	125.2	(1,199,746)	(529,101)	126.8
Loans Written Off	-	-	-	-	-	-
Other Provisions	-	-	-	-	-	-
Less: Provision for Decline in Value of Investments	702,136	55,351	1,168.5	702,136	55,351	1,168.5
Operating Profit on Ordinary Activities before Tax	12,331,946	12,520,621	(1.5)	15,709,367	18,030,566	(12.9)
Less: Value Added Tax on Financial Services	1,963,961	1,809,378	8.5	2,186,304	2,135,130	2.4
Operating Profit on Ordinary Activities before Corporate Tax	10,367,985	10,711,243	(3.2)	13,523,063	15,895,435	(14.9)
Share of Subsidiaries/Associate Companies' Profit	-	-	-	(48,131)	45,396	(206.0)
Operating Profit Before Corporate Tax	10,367,985	10,711,243	(3.2)	13,474,932	15,940,831	(15.5)
Less: Tax on Profits on Ordinary Activities	3,628,424	3,748,935	(3.2)	4,763,176	5,266,873	(9.6)
Operating Profit after Corporate Tax	6,739,561	6,962,308	(3.2)	8,711,755	10,673,958	(18.4)
Minority Interest	-	-	-	(651,663)	(20,056)	3,149.2
Operating Profit for the Period	6,739,561	6,962,308	(3.2)	8,060,093	10,653,902	(24.3)

BALANCE SHEET

AS AT

	BANK			GROUP		
	30.09.2012 (Rs.'000) (Unaudited)	31.12.2011 (Rs. '000) (Audited)	Change %	30.09.2012 (Rs.'000) (Unaudited)	31.12.2011 (Rs. '000) (Audited)	Change %
On Balance Sheet Assets						
Cash in Hand	10,833,204	10,371,434	4.5	11,137,862	11,474,476	(2.9)
Balance with Central Bank of Sri Lanka	41,306,657	35,717,033	15.6	41,306,657	35,717,033	15.6
Due from Banks and Other Financial Institutions	18,668,585	24,652,931	(24.3)	21,125,833	28,501,733	(25.9)
Investments - Trading Account	23,413,020	23,891,041	(2.0)	23,594,305	23,984,208	(1.6)
Government Securities	22,731,774	23,021,869	(1.3)	22,731,774	23,021,869	(1.3)
Other Securities	681,246	869,172	(21.6)	862,531	962,339	(10.4)
Investments - Held to Maturity (Net of provisions made for decline in investment value) (Excluding Investments in Associates and Subsidiaries)	93,577,140	77,565,671	20.6	95,204,406	78,045,143	22.0
Government Securities	93,229,708	77,421,244	20.4	94,756,964	77,750,706	21.9
Other Securities	1,819,668	1,309,758	38.9	1,919,678	1,459,768	31.5
Less: Provision for decline in Value of Investment	1,472,236	1,165,331	26.3	1,472,236	1,165,331	26.3
Investments in Associates and Subsidiaries	1,593,050	1,693,050	(5.9)	324,212	377,196	(14.0)
Loans and Advances						
Performing Loans and Advances	555,592,581	462,282,977	20.2	657,276,897	560,667,341	17.2
Bills of Exchange	26,423,058	14,969,959	76.5	26,423,058	14,969,959	76.5
Overdrafts	54,732,418	62,028,470	(11.8)	53,580,233	60,890,325	(12.0)
Lease Rentals Receivable	-	175,049	(100.0)	101,376,748	99,745,111	1.6
Other Loans	474,437,105	385,109,499	23.2	475,896,858	385,061,946	23.6
Non Performing Loans and Advances	18,912,235	16,061,589	17.7	19,957,228	16,842,695	18.5
Bills of Exchange	1,713,912	1,635,313	4.8	1,713,912	1,635,313	4.8
Overdrafts	1,779,433	1,499,758	18.6	1,779,433	1,499,758	18.6
Lease Rentals Receivable	4,148	4,166	(0.4)	1,024,264	785,272	30.4
Other Loans	15,414,742	12,922,352	19.3	15,439,619	12,922,352	19.5
Add:						
Interest Receivables on NP Advances	34,227,142	33,133,569	3.3	34,280,540	33,191,538	3.3
Total Gross Loans and Advances	608,731,958	511,478,135	19.0	711,514,665	610,701,574	16.5
Less:						
Interest in Suspense	35,755,083	33,570,578	6.5	58,719,229	56,327,745	4.2
Specific Loan Loss Provisions	11,540,703	10,758,432	7.3	12,587,540	11,712,443	7.5
General Loan Loss Provisions	2,960,727	2,336,886	26.7	2,960,727	2,353,774	25.8
Net Loans and Advances	558,475,445	464,812,239	20.2	637,247,169	540,307,612	17.9
Other Assets	21,523,919	15,437,855	39.4	24,052,312	18,660,054	28.9
Intangible Assets	61,328	100,807	(39.2)	422,457	450,412	(6.2)
Investment Properties	325,225	325,225	-	325,225	325,225	-
Property, Plant & Equipment (Net of Accumulated Depreciation)	8,519,062	8,509,867	0.1	11,191,182	10,735,283	4.2
Total on Balance Sheet Assets	778,296,635	663,077,154	17.4	865,931,620	748,578,375	15.7
On Balance Sheet Liabilities						
Total Deposits	610,519,675	539,861,539	13.1	618,973,939	548,033,399	12.9
Demand Deposits	39,006,653	42,521,383	(8.3)	37,967,885	42,522,013	(10.7)
Savings Deposits	235,340,711	232,339,102	1.3	236,033,659	233,277,130	1.2
Time Deposits	333,135,361	252,009,020	32.2	344,934,395	259,239,002	31.9
Margin Deposits	2,745,212	12,578,793	(78.2)	2,745,212	12,578,793	(78.2)
Other Deposits	291,738	413,241	(29.4)	292,788	416,461	(29.7)
Total Borrowings	108,072,957	72,820,593	48.4	159,841,739	124,630,252	28.3
Borrowings from CBSL	3,127,372	3,064,715	2.0	3,127,372	3,089,834	1.2
Borrowings from Banks and Financial Institutions in Sri Lanka	72,699,386	43,375,535	67.6	123,195,353	93,187,245	32.2
Securities sold under Repurchase Agreements	21,951,815	16,307,544	34.6	21,294,300	16,207,544	31.4
Subordinated Term Debts	10,000,000	10,000,000	-	11,930,330	12,072,830	(1.2)
Other Borrowings	294,384	72,799	304.4	294,384	72,799	304.4
Deferred Liabilities	395,568	314,682	25.7	1,297,238	760,044	-
Current Taxation	2,223,695	2,806,539	(20.8)	2,728,827	3,427,708	(20.4)
Other Liabilities	26,014,600	20,778,455	25.2	34,071,261	29,041,503	17.3
Total on Balance Sheet Liabilities	747,226,495	636,581,808	17.4	816,913,004	705,892,906	15.7
Minority Interest	-	-	-	5,006,881	4,557,433	9.9
Equity Capital and Reserves	31,070,140	26,495,346	17.3	44,011,735	38,128,037	15.4
Share Capital/Assigned Capital	7,201,998	7,201,998	-	7,201,998	7,201,998	-
Statutory Reserve Fund	1,892,591	1,892,591	-	1,892,591	1,892,591	-
Total Other Reserves	21,975,551	17,400,757	26.3	34,917,146	29,033,448	20.3
Total On Balance Sheet Liabilities, Equity Capital and Reserves	778,296,635	663,077,154	17.4	865,931,620	748,578,375	15.7
Off-Balance Sheet Items and Contra Accounts	173,232,109	191,025,357	(9.3)	173,232,109	191,025,357	(9.3)
Contingencies	152,087,960	171,012,444	(11.1)	152,087,960	171,012,444	(11.1)
Commitment and Contra Accounts	21,144,149	20,012,913	5.7	21,144,149	20,012,913	5.7
Memorandum Information						
Number of Employees	7,866	8,249	-	9,448	9,723	-
Number of Branches	344	341	-	404	399	-

NOTES:

- The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.
- The Institute of Chartered Accountants of Sri Lanka (ICASL) and Central Bank of Sri Lanka (CBSL) together with all Sri Lankan Banks are in the process of implementing the Sri Lanka Accounting Standards which comprise of Accounting Standards prefixed with both Sri Lanka Financial Reporting Standards (SLFRS) and Lanka Accounting Standards (LKAS) which have become applicable for financial periods beginning on or after 01.01.2012.

In this regard the ICASL has issued a ruling on 02.03.2012 on the preparation of interim financial statements as per LKAS 34. Accordingly, licensed banks may use one of the three options therein in publication of interim financial statements during the first annual period commencing on or after 01.01.2012.

As per the above ruling and the CBSL guidelines issued on 05.04.2012 the Bank has selected option two. Accordingly the Bank has presented the interim financial statements in accordance with Sri Lanka Accounting Standards existed immediately prior to 01.01.2012 (SLAS).

The Bank is in the process of quantifying the impact to net assets as well as to the statements of comprehensive income for the period based on SLFRS and LKAS, which will be disclosed in future reporting.

(Sgd.)
Yohan Soza
Head of Finance

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

(Sgd.)
W. Karunajeewa
Chairman

15.11.2012
Colombo.



PEOPLE'S BANK
THE PULSE OF THE PEOPLE

STATEMENT OF CHANGES IN EQUITY AND RESERVES - BANK

FOR NINE MONTHS ENDED 30TH SEPTEMBER 2012

	Equity Capital		Reserves							Income Statement	Total
	Ordinary Shares (Rs.'000)	Capital Pending Allotment (Rs.'000)	Permanent Reserve (Rs.'000)	Revaluation Reserve (Rs.'000)	Capital Reserve (Rs.'000)	Special Risk Reserve (Rs.'000)	General Reserve (Rs.'000)	Building Reserve (Rs.'000)	Investment Fund (Rs.'000)		
Balance as at 01.01.2012	49,998	7,152,000	1,892,591	5,630,460	5,663	1,451,406	2,188,500	1,000	1,897,702	6,226,026	26,495,346
Issue of Shares/ Increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Bonus Issue	-	-	-	-	-	-	-	-	-	-	-
Rights Issue	-	-	-	-	-	-	-	-	-	-	-
Surplus on revaluation of property	-	-	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	-	-	6,739,561	6,739,561	6,739,561
Transfer to Special Risk Reserve during the period	-	-	-	-							



රේටිංග් AA+ (LKA)

රේටිංග් AAA

මහජන බැංකුව
අතුරු ගිණුම් වාර්තා

Table with 5 columns: 2012 සැප්තැම්බර් 30 දිනෙන් අවසන් මාස 09 සඳහා. Columns include 2012 (විගණනය කොටස), 2011 (විගණනය කොටස), and වැඩි/අඩු වීම x. Rows include පළ ආදායම්, පොලී ආදායම්, අඩු කළා, ඉදිරි පොලී ආදායම්, etc.

Table with 5 columns: 2012.09.30 දිනට (විගණනය කොටස), 2011.12.31 දිනට (විගණනය කොටස), වැඩි/අඩු වීම x, 2012.09.30 දිනට (විගණනය කොටස), 2011.12.31 දිනට (විගණනය කොටස), වැඩි/අඩු වීම x. Rows include වත්පසු වැඩිවීම්, වෙළඳ ගිණුම් ඇතුළත් ආදායම, කළමනාකරණ දින ගෙවූ ගෙවීම්, etc.

කොටස් ප්‍රාග්ධන අයිතිය සහ සංචිත වෙනස්වීම් පිළිබඳ ප්‍රකාශය - බැංකුව
2012 සැප්තැම්බර් 30 දිනෙන් අවසන් මාස 09 සඳහා. Table with 11 columns: කොටස් ප්‍රාග්ධනය, විගණන, ස්ථාවර ප්‍රත්‍යාගන්‍ය, ප්‍රාග්ධන, විගණන, පොදු ගෙවීම්, ගෙවීම්, ආදායම, ආදායම්, එකතුව.

කොටස් ප්‍රාග්ධන අයිතිය සහ සංචිත වෙනස්වීම් පිළිබඳ ප්‍රකාශය - සමූහය
2012 සැප්තැම්බර් 30 දිනෙන් අවසන් මාස 09 සඳහා. Table with 11 columns: කොටස් ප්‍රාග්ධනය, විගණන, ස්ථාවර ප්‍රත්‍යාගන්‍ය, ප්‍රාග්ධන, විගණන, පොදු ගෙවීම්, ගෙවීම්, ආදායම, ආදායම්, එකතුව.

තෝරාගත් කාර්ය සාධන දර්ශක
Table with 5 columns: 2012.09.30 දිනට, 2011.12.31 දිනට (විගණනය කරනලද), 2012.09.30 දිනට, 2011.12.31 දිනට (විගණනය කරනලද). Rows include විධිමත්කරණ ප්‍රතිපත්ති, වත්කම් වල ගුණාත්මකභාවය, ලෙදායීත්වය, etc.

වත්පසු වැඩිවීම්
Table with 5 columns: 2012.09.30 දිනට (විගණනය කොටස), 2011.12.31 දිනට (විගණනය කොටස), වැඩි/අඩු වීම x, 2012.09.30 දිනට (විගණනය කොටස), 2011.12.31 දිනට (විගණනය කොටස), වැඩි/අඩු වීම x. Rows include වත්පසු වැඩිවීම්, වෙළඳ ගිණුම් ඇතුළත් ආදායම, කළමනාකරණ දින ගෙවූ ගෙවීම්, etc.

සටහන්
1. ශ්‍රී ලංකා මහ බැංකුව විසින් නිර්දේශ කළ ආකෘතිමය සහ නිර්වචනාත්මක අනුකූල ග්‍රහණ මූල ප්‍රකාශන පිළිබඳ යොමු ඇත.
2. ශ්‍රී ලංකා වර්ගය සහතික කිරීමේ ආයතනය සහ ශ්‍රී ලංකා මහ බැංකුව, ශ්‍රී ලංකා බැංකු සංවිධානය සමඟ 2012/01/01 වන දින සිට අදාළ වන පරිදි ශ්‍රී ලංකා බැංකු සංවිධානය ප්‍රමිත (මෙහි ශ්‍රී ලංකා මුදල් වාර්තාකරණ ප්‍රමිතයන් හා ලංකා බැංකු සංවිධානය ප්‍රමිතයන් අඩංගු වේ) ක්‍රියාත්මක කිරීමේ ක්‍රියාමාර්ගයක් සිටින බවයි.



