

FITCH RATING AA+ (LKA)



PEOPLE'S BANK

FINANCIAL STATEMENTS

INCOME STATEMENT
FOR THE QUARTER ENDED 31ST MARCH

	BANK			GROUP		
	2016 (Rs. '000) (Unaudited)	2015 (Rs. '000) (Unaudited)	Change %	2016 (Rs. '000) (Unaudited)	2015 (Rs. '000) (Unaudited)	Change %
Gross Income	26,651,942	25,550,144	4.3	32,200,678	31,042,321	3.7
Interest income	24,508,349	23,925,380	2.4	29,056,981	28,523,219	1.9
Interest expenses	(14,472,582)	(11,761,421)	23.1	(16,521,526)	(13,626,656)	21.2
Net Interest Income	10,035,767	12,163,959	(17.5)	12,535,456	14,896,563	(15.9)
Fee and commission income	890,690	946,688	(5.9)	984,991	1,803,773	(45.4)
Fee and commission expenses	(42,342)	(44,155)	(4.1)	(42,342)	(44,155)	(4.1)
Net Fee and Commission Income	848,349	902,533	(6.0)	942,649	1,759,618	(46.4)
Net gain from trading	364,898	252,375	44.6	297,794	255,178	16.7
Net gain/(loss) from financial investment	-	-	-	-	-	-
Other operating income (net)	888,005	425,701	108.6	1,860,912	460,151	304.4
Total Operating Income	12,137,019	13,744,568	(11.7)	15,636,810	17,371,510	(10.0)
Impairment for loans and other losses	(809,353)	(1,973,132)	(59.0)	(808,678)	(2,325,830)	(65.2)
Individual impairment	(666,950)	(1,123,842)	-	(439,863)	(976,777)	-
Collective impairment	(142,403)	(849,290)	-	90,723	(1,065,473)	-
Other	-	-	-	(459,538)	(283,580)	-
Net Operating Income	11,327,666	11,771,436	(3.8)	14,828,131	15,045,680	(1.4)
Personnel Expenses	(4,177,460)	(4,905,701)	(14.8)	(4,753,166)	(5,362,593)	(11.4)
Depreciation and amortisation	(257,945)	(232,588)	10.9	(339,226)	(306,643)	10.6
Other expenses	(1,996,885)	(1,756,983)	13.7	(3,149,251)	(2,695,593)	16.8
Operating Profit before Value Added Tax (VAT) & Nation Building Tax (NBT)	4,895,376	4,876,164	0.4	6,586,488	6,680,851	(1.4)
VAT & NBT on Financial Services	(1,001,034)	(852,738)	17.4	(1,151,526)	(964,799)	19.4
Operating Profit after Value Added Tax (VAT) & Nation Building Tax (NBT)	3,894,342	4,023,426	(3.2)	5,434,962	5,716,052	(4.9)
Share of profits/(loss) of associates	-	-	-	-	-	-
Profit before Tax	3,894,342	4,023,426	(3.2)	5,434,962	5,716,052	(4.9)
Tax expenses	(1,074,871)	(1,181,032)	(9.0)	(1,435,469)	(1,742,606)	(17.6)
Profit for the period	2,819,471	2,842,394	(0.8)	3,999,493	3,973,446	0.7
Profit Attributable to :						
Equity Holders of the Bank	2,819,471	2,842,394	(0.8)	3,679,449	3,691,067	(0.3)
Non-controlling interests	-	-	-	320,044	282,379	13.3
	2,819,471	2,842,394	(0.8)	3,999,493	3,973,446	0.7
Earnings per Share on Profit						
Basic earnings per ordinary share	2,819	2,842	(0.8)	3,679	3,691	(0.3)
Diluted earnings per ordinary share	20	20	(0.8)	26	26	(0.3)

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31ST MARCH**

	BANK		GROUP	
	2016 (Rs.'000) (Unaudited)	2015 (Rs.'000) (Unaudited)	2016 (Rs.'000) (Unaudited)	2015 (Rs.'000) (Unaudited)
Profit for the period	2,819,471	2,842,394	3,999,493	3,973,446
Other Comprehensive Income net of Tax				
Actuarial gains and losses on defined benefit plans	-	-	(24,202)	728
Deferred tax effect on defined benefit plan liability	-	-	7,722	(141)
Gains and losses on re-measuring available-for-sale financial assets	-	-	(87,082)	48,022
Gain on revaluation of land and buildings	-	-	54,500	-
Gain on revaluation of land and buildings - Associate	-	-	-	-
Gains and losses on derivative financial Assets	-	-	(9,531)	28,033
Less:				
Tax expense relating to components of other comprehensive income	-	-	-	-
Other Comprehensive Income for the year, net of Taxes	-	-	(58,594)	76,642
Total Comprehensive Income for the period	2,819,471	2,842,394	3,940,899	4,050,088
Attributable to :				
Equity Holders of the Bank	2,819,471	2,842,394	3,640,378	3,748,549
Non-controlling interests	-	-	300,521	301,539

STATEMENT OF FINANCIAL POSITION

AS AT

	BANK			GROUP		
	31.03.2016	31.12.2015	Change	31.03.2016	31.12.2015	Change
	(Rs. '000)	(Rs. '000)	%	(Rs. '000)	(Rs. '000)	%
	(Unaudited)	(Audited)		(Unaudited)	(Audited)	
Assets						
Cash and Cash Equivalents	32,070,265	27,963,708	14.7	35,169,211	30,692,205	14.6
Balances with Central Bank of Sri Lanka	54,583,167	42,947,711	27.1	54,583,167	42,947,711	27.1
Placements with banks	3,023,390	8,097,147	(62.7)	3,023,390	8,097,147	(62.7)
Derivative Financial Instruments	16,375	4,109	298.6	16,374	24,853	(34.1)
Other Financial assets held-for-trading	81,668,773	93,400,763	(12.6)	82,198,750	93,973,351	(12.5)
Loans and receivables to Banks	86,672,397	114,606,980	(24.4)	87,831,946	115,519,933	(24.0)
Loans and receivables to other customers	828,575,963	768,514,659	7.8	930,645,132	869,780,503	7.0
Financial investments - Available-for-sale	2,531,128	3,533,745	(28.4)	4,326,402	5,661,807	(23.6)
Financial investments - Held-to-maturity	84,666,292	86,604,889	(2.2)	89,596,528	91,089,198	(1.6)
Investments in subsidiaries	1,425,766	1,475,766	(3.4)	-	-	-
Investments in associates	-	-	-	-	-	-
Goodwill and intangible assets	119,014	126,888	(6.2)	453,177	462,355	(2.0)
Property, plant and equipment	16,525,482	16,303,750	1.4	22,965,164	22,695,989	1.2
Investment properties	185,287	185,713	(0.2)	185,287	185,713	(0.2)
Prepaid Leases	530,303	536,321	(1.1)	530,303	536,321	(1.1)
Deferred tax assets	480,901	480,901	-	481,352	562,471	(14.4)
Other assets	15,714,850	12,359,723	27.1	16,435,336	13,136,823	25.1
Total Assets	1,208,789,355	1,177,142,773	2.7	1,328,441,519	1,295,366,380	2.6
Liabilities						
Due to banks	130,116,635	143,923,634	(9.6)	148,377,944	162,687,453	(8.8)
Derivative Financial Instruments	292,656	112,149	161.0	292,656	112,149	161.0
Due to other customers	930,332,024	899,237,879	3.5	964,777,183	932,905,835	3.4
Other Borrowings	57,530,252	48,159,101	19.5	74,268,651	63,107,816	17.7
Current tax liabilities	4,246,338	3,845,472	10.4	5,264,032	4,505,841	16.8
Deferred tax liabilities	842,007	842,007	-	2,884,777	3,494,727	(17.5)
Other liabilities	18,137,610	16,495,249	10.0	25,005,525	24,844,690	0.6
Subordinated term debts	15,032,542	15,032,542	-	30,907,240	30,907,240	-
Total Liabilities	1,156,530,065	1,127,648,033	2.6	1,251,778,008	1,222,565,751	2.4
Equity						
Stated capital/Assigned capital	7,201,998	7,201,998	-	7,201,998	7,201,998	-
Statutory reserve Fund	4,152,518	4,152,518	-	4,152,518	4,152,518	-
Other reserves	21,846,751	21,846,751	-	22,982,566	23,012,662	(0.1)
Retained earnings	19,058,022	16,293,473	17.0	35,030,258	32,209,593	8.8
Total shareholders' equity	52,259,290	49,494,740	5.6	69,367,340	66,576,771	4.2
Non-controlling interests	-	-	-	7,296,171	6,223,858	17.2
Total equity	52,259,290	49,494,740	5.6	76,663,511	72,800,629	5.3
Total equity and liabilities	1,208,789,355	1,177,142,773	2.7	1,328,441,519	1,295,366,380	2.6
Contingent Liabilities and Commitments	166,852,667	181,532,583	(8.1)	166,865,501	181,545,417	(8.1)
No of Employees	8,397	8,368		10,836	10,331	
No of Branches	740	740		836	829	

**STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31ST MARCH**

BANK

	Stated capital/Assigned capital		Reserves					Total (Rs.'000)	
	Ordinary shares (Rs.'000)	Assigned capital (Rs.'000)	Reserve fund (Rs.'000)	Revaluation reserve (Rs.'000)	Other reserves (Rs.'000)	Investment fund (Rs.'000)	Available For Sale Reserve (Rs.'000)		Retained earnings (Rs.'000)
Balance as at 01.01.2015	49,998	7,152,000	3,522,626	10,876,547	8,828,873	-	241,946	12,797,562	43,469,552
Adjustment of Super Gain Tax	-	-	-	-	-	-	-	(2,770,120)	(2,770,120)
Profit for the year	-	-	-	-	-	-	-	12,597,843	12,597,843
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	54,433	-	54,433
Net Defined Benefit obligation	-	-	-	-	-	-	-	(635,394)	(635,394)
Deffered tax effect on defined benefit plans	-	-	-	-	-	-	-	(1,884)	(1,884)
Transfers to reserves during the period	-	-	629,892	-	1,875,000	-	-	(2,504,892)	-
Dividend Paid to GOSL	-	-	-	-	-	-	-	(219,690)	(219,690)
Special Levy to Treasury	-	-	-	-	-	-	-	(3,000,000)	(3,000,000)
Reversal of Revaluation Gain on Disposed Property	-	-	-	(30,048)	-	-	-	30,048	-
Transfers to Retained earnings during the period	-	-	-	-	-	-	-	-	-
Balance as at 01.01.2016	49,998	7,152,000	4,152,518	10,846,499	10,703,873	-	296,379	16,293,473	49,494,740
Adjustment of Super Gain Tax	-	-	-	-	-	-	-	-	-
Profit for the Quarter	-	-	-	-	-	-	-	2,819,471	2,819,471
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	-	-	-
Net Defined Benefit obligation	-	-	-	-	-	-	-	-	-
Disposal loss of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	-	-	-	-
Transfers to Retained earnings during the period	-	-	-	-	-	-	-	-	-
Dividend Paid to GOSL	-	-	-	-	-	-	-	(54,923)	(54,923)
Special Levy to Treasury	-	-	-	-	-	-	-	-	-
Deffered tax effect on defined benefit plans	-	-	-	-	-	-	-	-	-
Balance as at 31.03.2016	49,998	7,152,000	4,152,518	10,846,499	10,703,873	-	296,379	19,058,022	52,259,290

GROUP

	Stated capital/ Assigned capital		Reserves							Total (Rs.'000)	Non controlling interest (Rs.'000)	Total equity (Rs.'000)
	Ordinary shares (Rs.'000)	Assigned capital (Rs.'000)	Reserve fund (Rs.'000)	Revaluation reserve (Rs.'000)	Other reserves (Rs.'000)	Investment fund (Rs.'000)	Available For Sale Reserve (Rs.'000)	Cash Flow Hedge Reserve (Rs.'000)	Retained earnings (Rs.'000)			
Balance as at 01.01.2015	49,998	7,152,000	3,522,626	11,393,318	8,828,873	-	271,215	(15,797)	27,536,628	58,738,861	5,323,419	64,062,280
Adjustment of Super Gain Tax	-	-	-	-	-	-	-	-	(3,413,319)	(3,413,319)	(214,400)	(3,627,719)
Profit for the year	-	-	-	-	-	-	-	-	13,898,052	13,898,052	1,169,941	15,067,993
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	162,726	-	-	162,726	36,120	198,846
Net Defined Benefit obligation	-	-	-	-	-	-	-	-	(635,377)	(635,377)	5	(635,372)
Gain on revaluation of Land and Building	-	-	-	504,430	-	-	-	-	-	504,430	168,144	672,574
Gain on revaluation of Land and Building - Associate	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserve during the period	-	-	629,892	-	1,875,000	-	-	-	(2,504,892)	-	-	-
Dividend Paid to GOSL	-	-	-	-	-	-	-	-	(219,690)	(219,690)	-	(219,690)
Special Levy to Treasury	-	-	-	-	-	-	-	-	(3,000,000)	(3,000,000)	-	(3,000,000)
Subsidiary Acquired During the Year	-	-	-	-	-	-	-	-	-	-	133,346	133,346
Change of Holding of Associate	-	-	-	-	-	-	-	-	51,758	51,758	-	51,758
Share Issue	-	-	-	-	-	-	-	-	609,561	609,561	140,439	750,000
Gains and losses on derivative financial Assets	-	-	-	-	-	-	-	22,945	-	22,945	7,649	30,594
Dividend payment	-	-	-	-	-	-	-	-	-	-	(493,707)	(493,707)
Deferred tax effect on defined benefit plans	-	-	-	-	-	-	-	-	(1,935)	(1,935)	(18)	(1,953)
Reversal of Revaluation gain on Disposed Property	-	-	-	(30,048)	-	-	-	-	30,048	-	-	-
Tax on Other Comprehensive income	-	-	-	-	-	-	-	-	(141,241)	(141,241)	(47,080)	(188,321)
Balance as at 01.01.2016	49,998	7,152,000	4,152,518	11,867,700	10,703,873	-	433,941	7,148	32,209,593	66,576,771	6,223,858	72,800,629
Adjustment of Super Gain Tax	-	-	-	-	-	-	-	-	(24)	(24)	(8)	(32)
Profit for the Quarter	-	-	-	-	-	-	-	-	3,679,449	3,679,449	320,044	3,999,493
Changes in Fair Value in AFS Investments	-	-	-	-	-	-	(65,431)	-	-	(65,431)	(21,651)	(87,082)
Net Defined Benefit obligation	-	-	-	-	-	-	-	-	(14,788)	(14,788)	(9,415)	(24,202)
Gains and losses on derivative financial Assets	-	-	-	-	-	-	-	(7,148)	-	(7,148)	(2,382)	(9,529)
Tax on other comprehensive income	-	-	-	-	-	-	-	-	588	588	166	754
Reversal of Revaluation on Disposed Property	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation Surplus of Land and Building	-	-	-	42,483	-	-	-	-	-	42,483	12,018	54,501
Deferred tax effect on defined benefit plans	-	-	-	-	-	-	-	-	5,226	5,226	1,741	6,967
Transfer to Reserve during the period	-	-	-	-	-	-	-	-	-	-	-	-
Change of Holding of Associate	-	-	-	-	-	-	-	-	-	-	-	-
Movement due to change in ownership	-	-	-	-	-	-	-	-	(781,872)	(781,872)	776,130	(5,742)
Share Issue Expenses	-	-	-	-	-	-	-	-	(12,993)	(12,993)	(4,331)	(17,324)
Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-
Dividend Paid to GOSL	-	-	-	-	-	-	-	-	(54,923)	(54,923)	-	(54,923)
Special Dividend to Treasury	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31.03.2016	49,998	7,152,000	4,152,518	11,910,183	10,703,873	-	368,510	-	35,030,258	69,367,340	7,296,171	76,663,511

CASH FLOW STATEMENT				
FOR THE QUARTER ENDED 31ST MARCH				
	BANK		GROUP	
	2016 (Rs.'000) (Unaudited)	2015 (Rs.'000) (Unaudited)	2016 (Rs.'000) (Unaudited)	2015 (Rs.'000) (Unaudited)
Cash flows from operating activities				
Profit before tax	3,894,342	4,023,426	5,434,962	5,716,052
Adjustment for				
Non-cash items included in profits before tax	2,189,015	2,719,561	2,274,527	2,982,840
Changes in operating assets	(31,011,262)	(45,702,449)	(31,715,576)	(43,564,551)
Changes in operating liabilities	27,755,719	28,228,722	28,254,315	24,950,891
Net gains from investing activities	-	-	-	-
Share of profits in associates and joint ventures	-	-	-	-
Dividend income from subsidiaries and associates	(24,312)	(608)	(64,953)	(27,716)
Interest expense on subordinated debt	496,875	496,875	496,875	496,875
Contribution paid to defined benefit plans/Gratuity	544,939	345,501	581,925	374,865
Tax paid	(674,007)	(318,732)	(1,198,419)	(720,083)
Net Cash Generated from Operating Activities	3,171,311	(10,207,704)	4,063,657	(9,790,827)
Cash Flows from Investing Activities				
Purchase of property, plant and equipment	(464,626)	(139,771)	(531,878)	(52,955)
Proceeds from the sale of property, plant and equipment	10,219	9,790	16,529	19,089
Purchase of financial investments	1,867,871	(2,812,057)	1,421,945	(2,868,916)
Proceeds from the sale and maturity of financial investments	-	-	-	-
Net purchase of intangible assets	(732)	(8,960)	(6,402)	(4,264)
Net cash flow from acquisition of investment in subsidiaries and associates	-	-	-	-
Net cash flow from disposal of subsidiaries	50,000	-	-	-
Proceeds from disposal of associates and joint ventures	-	-	-	-
Dividends received from investment in subsidiaries and associates	24,312	608	64,953	27,716
Others	-	-	-	-
Net Cash (used in) from Investing Activities	1,487,043	(2,950,390)	965,147	(2,879,330)
Cash Flows from Financing Activities				
Net proceeds from the issue of subordinated debt	-	-	-	-
Repayment of subordinated debt	-	-	-	-
Interest paid on subordinated debt	(496,875)	(496,875)	(496,875)	(985,791)
Dividend paid to GOSL	(54,923)	(54,923)	(54,923)	(54,923)
Dividend paid to non-controlling interest	-	-	-	-
Dividend paid to holders of other equity instruments	-	-	-	-
Share issue expenses	-	-	-	-
Disposal of changes of holdings	-	-	-	-
Net Cash from Financial Activities	(551,798)	(551,798)	(551,798)	(1,040,714)
Net Increase/(Decrease) in Cash & Cash Equivalents	4,106,557	(13,709,892)	4,477,006	(13,710,872)
Cash and cash equivalents at the beginning of the year	27,963,708	37,355,549	30,692,205	39,418,068
Exchange difference in respect of cash & cash equivalent	-	-	-	-
Cash and cash equivalents at the end of the period	32,070,265	23,645,657	35,169,211	25,707,196

ADDITIONAL DISCLOSURES

	BANK		GROUP	
	31.03.2016 (Rs.'000) (Unaudited)	31.12.2015 (Rs.'000) (Audited)	31.03.2016 (Rs.'000) (Unaudited)	31.12.2015 (Rs.'000) (Audited)
Loans and Receivables to Other Customers				
Gross loans and receivables	889,566,262	829,233,971	993,960,895	933,285,495
(Less) : Individual impairment	(43,408,322)	(42,741,371)	(43,767,682)	(43,327,819)
Collective impairment	(17,581,977)	(17,977,941)	(19,548,081)	(20,177,173)
Net loans and receivables	828,575,963	768,514,659	930,645,132	869,780,503
Analysis -Domestic Currency				
By product				
Overdrafts	89,277,670	86,536,473	89,216,685	86,110,926
Term loans	443,126,627	407,072,413	469,659,203	430,667,054
Lease Rental Receivable	-	-	75,227,930	78,729,337
Credit Cards	1,500,217	1,500,927	1,500,217	1,500,927
Pawning	100,609,956	103,945,309	100,609,956	103,945,309
Trade Finance	42,672,660	22,362,394	42,672,660	22,362,394
Others	16,669,454	16,652,363	19,364,565	18,805,456
Sub Total	693,856,584	638,069,879	798,251,217	742,121,403
Analysis -Foreign Currency				
By product				
Overdrafts	304,174	298,206	304,174	349,826
Term loans	23,238,376	21,979,665	23,238,376	15,807,034
Lease Rental Receivable	-	-	-	-
Credit Cards	-	-	-	-
Pawning	-	-	-	-
Trade Finance	172,167,129	168,886,221	172,167,129	126,181,728
Others	-	-	-	-
Sub Total	195,709,678	191,164,092	195,709,678	142,338,588
Grand Total	889,566,262	829,233,971	993,960,895	933,285,495
Movements in Individual and Collective Impairment during the period for loans and Receivables to other customers				
	BANK		GROUP	
	31.03.2016 (Rs.'000) (Unaudited)	31.12.2015 (Rs.'000) (Audited)	31.03.2016 (Rs.'000) (Unaudited)	31.12.2015 (Rs.'000) (Audited)
Allowance for Individual impairment				
Opening balance	42,741,371	40,901,653	43,327,819	41,422,080
Charge (Write-back) to income statement	-	-	-	-
Write-off during the year	-	-	-	-
Other Movements	666,951	1,839,718	439,863	1,905,739
Closing balance	43,408,322	42,741,371	43,767,682	43,327,819
Allowance for Collective impairment				
Opening balance	17,977,941	17,199,214	20,177,173	18,779,465
Subsidiary Acquired During the year	-	-	-	656,635
Charge (Write-back) to income statement	(448,703)	793,203	(681,829)	755,549
Write-off during the year	-	(267,051)	-	(267,051)
Other Movements	52,739	252,575	52,737	252,575
Closing balance at	17,581,977	17,977,941	19,548,081	20,177,173
Total Impairment	60,990,299	60,719,312	63,315,763	63,504,992
Due to Other Customers				
Analysis				
Product Wise Analysis - Domestic Currency				
Demand deposit (current accounts)	53,063,862	55,576,159	51,708,068	52,893,164
Savings deposits	368,740,020	356,693,313	373,335,011	361,291,730
Fixed deposits	387,376,185	380,207,167	418,582,145	411,949,700
Other products	2,955,457	4,360,499	2,955,457	4,360,500
Sub Total	812,135,523	796,827,138	846,580,680	830,495,094
Due to Other Customers				
Product Wise Analysis - Foreign Currency				
Demand deposit (current accounts)	1,699,462	1,908,118	1,699,462	1,211,226
Savings deposits	16,353,261	15,516,579	16,353,261	14,418,441
Fixed deposits	100,125,101	84,964,502	100,125,101	52,320,461
Other products	18,677	21,542	18,679	80,013
Sub Total	118,196,501	102,410,741	118,196,503	68,030,141
Grand Total	930,332,024	899,237,879	964,777,183	932,905,835

SELECTED PERFORMANCE INDICATORS

	BANK		GROUP	
	As at 31.03.2016 (Unaudited)	As at 31.12.2015 (Audited)	As at 31.03.2016 (Unaudited)	As at 31.12.2015 (Audited)
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. '000	43,594,003	43,580,719	65,300,141	65,200,262
Total Capital Base, Rs. '000	55,723,044	55,469,941	78,992,415	78,318,111
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	9.5	9.9	11.15	11.5
Total capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	12.1	12.6	13.48	13.8
Assets Quality (Quality of Loan Portfolio)				
Gross Non- Performing Advances Ratio, % (net of Interest in Suspense)	2.2	2.4	2.0	2.4
Net Non- Performing Advances Ratio, % (net of interest in suspense and provisions)	-	-	0.1	-
Profitability				
Interest Margin, %	3.4	4.0	3.8	4.5
Return on Assets (Before Tax), %	1.3	1.8	1.7	2.0
Return on Equity (After Tax), %	22.2	27.1	21.4	22.0
Regulatory Liquidity				
Statutory Liquid Assets,				
Domestic Banking Unit Rs.'000	204,876,668	228,488,902		
Off- Shore Banking Unit US\$ ('000)	288,627	290,560		
Statutory Liquid Assets, Ratio % (Minimum Requirement, 20%)				
Domestic Banking Unit	21.7	25.9		
Off- Shore Banking Unit	21.1	21.7		

MEASUREMENT OF FINANCIAL INSTRUMENTS

BANK AS AT 31.03.2016

	HFT (Rs.'000)	Designated at FVTPL (Rs.'000)	HTM (Rs.'000)	Amortised Cost (Rs.'000)	AFS (Rs.'000)	Total (Rs.'000)
ASSETS						
Cash and cash equivalents	-	-	-	32,070,265	-	32,070,265
Balances with Central Banks	-	-	-	54,583,167	-	54,583,167
Placements with Banks	-	-	-	3,023,390	-	3,023,390
Derivative Financial Instruments	-	16,375	-	-	-	16,375
Financial assets held-for-trading	81,668,773	-	-	-	-	81,668,773
Loans and receivables to banks	-	-	-	86,672,397	-	86,672,397
Loans and receivables to other customers	-	-	-	828,575,963	-	828,575,963
Financial investments	-	-	84,666,292	-	2,531,128	87,197,421
Current tax	-	-	-	-	-	-
Total financial assets	81,668,773	16,375	84,666,292	1,004,925,182	2,531,128	<u>1,173,807,752</u>
LIABILITIES						
Due to banks	-	-	-	130,116,635	-	130,116,635
Derivative Financial Instruments	-	292,656	-	-	-	292,656
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-
Due to other customers	-	-	-	930,332,024	-	930,332,024
Other Borrowings	-	-	-	57,530,252	-	57,530,252
Subordinated term debts	-	-	-	15,032,542	-	15,032,542
Total financial liabilities	-	292,656	-	1,133,011,453	-	<u>1,133,304,110</u>

MEASUREMENT OF FINANCIAL INSTRUMENTS

BANK AS AT 31.12. 2015

	HFT (Rs.'000)	Designated at FVTPL (Rs.'000)	HTM (Rs.'000)	Amortised Cost (Rs.'000)	AFS (Rs.'000)	Total (Rs.'000)
ASSETS						
Cash and cash equivalents	-	-	-	27,963,708	-	27,963,708
Balances with Central Banks	-	-	-	42,947,711	-	42,947,711
Placements with Banks	-	-	-	8,097,147	-	8,097,147
Derivative Financial Instruments	-	4,109	-	-	-	4,109
Financial assets held-for-trading	93,400,763	-	-	-	-	93,400,763
Loans and receivables to banks	-	-	-	114,606,980	-	114,606,980
Loans and receivables to other customers	-	-	-	768,514,659	-	768,514,659
Financial investments	-	-	86,604,889	-	3,533,745	90,138,634
Total financial assets	93,400,763	4,109	86,604,889	962,130,205	3,533,745	<u>1,145,673,711</u>
LIABILITIES						
Due to banks	-	-	-	143,923,634	-	143,923,634
Derivative Financial Instruments	-	112,149	-	-	-	112,149
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-
Due to other customers	-	-	-	899,237,879	-	899,237,879
Other Borrowings	-	-	-	48,159,101	-	48,159,101
Subordinated term debts	-	-	-	15,032,542	-	15,032,542
Total financial liabilities	-	112,149	-	1,106,353,156	-	<u>1,106,465,305</u>

MEASUREMENT OF FINANCIAL INSTRUMENTS

GROUP AS AT 31.03.2016

	HFT (Rs.'000)	Designated at FVTPL (Rs.'000)	HTM (Rs.'000)	Amortised Cost (Rs.'000)	AFS (Rs.'000)	Total (Rs.'000)
ASSETS						
Cash and cash equivalents	-	-	-	35,169,211	-	35,169,211
Balances with Central Banks	-	-	-	54,583,167	-	54,583,167
Placements with Banks	-	-	-	3,023,390	-	3,023,390
Derivative Financial Instruments	-	16,374	-	-	-	16,374
Financial assets held-for-trading	82,198,750	-	-	-	-	82,198,750
Loans and receivables to banks	-	-	-	87,831,946	-	87,831,946
Loans and receivables to other customers	-	-	-	930,645,132	-	930,645,132
Financial investments	-	-	89,596,528	-	4,326,402	93,922,930
Total financial assets	82,198,750	16,374	89,596,528	1,111,252,845	4,326,402	<u>1,287,390,900</u>
LIABILITIES						
Due to banks	-	-	-	148,377,944	-	148,377,944
Derivative Financial Instruments	-	292,656	-	-	-	292,656
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-
Due to other customers	-	-	-	964,777,183	-	964,777,183
Other Borrowings	-	-	-	74,268,651	-	74,268,651
Subordinated term debts	-	-	-	30,907,240	-	30,907,240
Total financial liabilities	-	292,656	-	1,218,331,018	-	<u>1,218,623,674</u>

MEASUREMENT OF FINANCIAL INSTRUMENTS

GROUP AS AT 31.12. 2015

	HFT (Rs.'000)	Designated at FVTPL (Rs.'000)	HTM (Rs.'000)	Amortised Cost (Rs.'000)	AFS (Rs.'000)	Total (Rs.'000)
ASSETS						
Cash and cash equivalents	-	-	-	30,692,205	-	30,692,205
Balances with Central Banks	-	-	-	42,947,711	-	42,947,711
Placements with Banks	-	-	-	8,097,147	-	8,097,147
Derivative Financial Instruments	-	24,853	-	-	-	24,853
Financial assets held-for-trading	93,973,351	-	-	-	-	93,973,351
Loans and receivables to banks	-	-	-	115,519,933	-	115,519,933
Loans and receivables to other customers	-	-	-	869,780,503	-	869,780,503
Financial investments	-	-	91,089,198	-	5,661,807	96,751,005
Total financial assets	93,973,351	24,853	91,089,198	1,067,037,499	5,661,807	<u>1,257,786,708</u>
LIABILITIES						
Due to banks	-	-	-	162,687,453	-	162,687,453
Derivative Financial Instruments	-	112,149	-	-	-	112,149
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-
Due to other customers	-	-	-	932,905,835	-	932,905,835
Other Borrowings	-	-	-	63,107,817	-	63,107,817
Subordinated term debts	-	-	-	30,907,240	-	30,907,240
Total financial liabilities	-	112,149	-	1,189,608,344	-	<u>1,189,720,493</u>

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 Unaudited financial statements of the bank and the group unless indicated as Audited.

(Sgd.)
G. G. Mangala
Head of Finance

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

(Sgd.)
Hemasiri Fernando
Chairman

26.05.2016
Colombo.



**PEOPLE'S
BANK**
THE PULSE OF THE PEOPLE