SEYLAN BANK PLC FINANCIAL STATEMENTS Six months ended 30th June, 2023



(In terms of Rule 7.4 of the Colombo Stock Exchange)		Bank			Bank			Group			Group	
		Six months	Ended	For th	e Quarter Er	hah	For the	Six months	Fndad	For th	e Quarter En	hah
	1011110	30th June	Liiucu		30th June	iucu		30th June	Liiuuu		30th June	ucu
	2023 (Audited)	2022 (Audited)	Growth %	2023	2022	Growth %	2023	2022	Growth %	2023	2022	Growth %
Interest Income	56,055,423	32,543,123	72.25	27,189,543	19,232,929	41.37	56,099,743	32,552,506	72.34	27,212,442	19,236,852	41.46
Less: Interest Expenses	35,587,183	15,692,002	126.79	18,109,335	9,161,270	97.67	35,434,324	15,494,379	128.69	18,034,178	9,082,351	98.56
Net Interest Income	20,468,240	16,851,121	21.47	9,080,208	10,071,659	(9.84)	20,665,419	17,058,127	21.15	9,178,264	10,154,501	(9.61
Fee and Commission Income	3,649,809	2,881,201	26.68	1,808,793	1,397,225	29.46	3.649.678	2,881,140	26.67	1,808,676	1,397,276	29.44
Less: Fee and Commission Expenses	132.182	105.285	25.55	64.109	58,753	9.12	132.182	106.019	24.68	64.109	59,487	7.77
Net Fee and Commission Income	3,517,627	2,775,916	26.72	1,744,684	1,338,472	30.35	3,517,496	2,775,121	26.75	1,744,567	1,337,789	30.41
Net Gains/(Losses) from Trading	300,396	4,137,231	(92.74)	341,384	508.535	(32.87)	300,396	4,135,432	(92.74)	341,384	506.716	(32.63
Net Gains from Derecognition of Financial Assets	31.198		1,207.00	15,984	-	100.00	31,198		1.207.00	15,984	- 000,710	100.00
Net Other Operating Income	293,841	(2,046,423)	114.36	48,673	715,124	(93.19)	- ,	(2,126,564)	,	75,421	752,682	(89.98
Total Operating Income	24,611,302	21,720,232	13.31	11,230,933	12,633,790	(11.10)	24,733,753	21,844,503	13.23	11,355,620	12,751,688	(10.95
Less: Impairment Charges	9,558,994	11,363,734	(15.88)	3,193,024	7,980,087	(59.99)	9,558,994	11,363,734	(15.88)	3,193,024	7,980,087	(59.99
Net Operating Income	15,052,308	10,356,498	45.34	8,037,909	4,653,703	72.72	15,174,759	10,480,769	44.79	8,162,596	4,771,601	71.07
Less: Operating Expenses												
Personnel Expenses	4,525,899	3,911,375	15.71	2,288,584	1,932,812	18.41	4,553,277	3,934,641		2,303,701	1,944,617	18.47
Depreciation and Amortization Expenses	651,474	684,982	(4.89)	323,910	338,925	(4.43)		708,730	(3.56)		353,713	(3.91
Other Expenses	3,950,900	2,655,076	48.81	2,074,599	1,380,439	50.29	3,986,982	2,672,638	49.18	2,095,273	1,387,449	51.02
Total Operating Expenses	9,128,273	7,251,433	25.88	4,687,093	3,652,176	28.34	9,223,743	7,316,009	26.08	4,738,863	3,685,779	28.57
Operating Profit before Taxes	5,924,035	3,105,065	90.79	3,350,816	1,001,527	234.57	5,951,016	3,164,760	88.04	3,423,733	1,085,822	215.31
	4 550 050	1 070 000		045 474	407.004	00.44	4 550 050	4 070 000		045 474	407.004	00.44
Less: Value Added Tax on Financial Services Less: Social Security Contribution Levy	1,550,858 215.925	1,073,692	44.44 100.00	815,471 98.596	437,394	86.44 100.00	1,550,858 215,925	1,073,692	44.44 100.00	815,471 98,596	437,394	86.44 100.00
D. Cit. Co. Lance To.	4 457 050	0.004.070	404.05	0.400.740	504.400	204.05	4 404 000	0.004.000	400.40	0.500.000	040 400	007.04
Profit before Income Tax	4,157,252	2,031,373	104.65	2,436,749	564,133	331.95	4,184,233	2,091,068	100.10	2,509,666	648,428	287.04
Less: Income Tax Expense	1,581,811	527,796	199.70	996,306	114,548	769.77	1,664,117	595,411	179.49	1,017,239	143,195	610.39
B. Cir. H. B. C. I	2,575,441	1,503,577	71.29	1,440,443	449,585	220.39	2,520,116	1,495,657	68.50	1,492,427	505,233	195.39
Profit for the Period												
Profit Attributable to:	2,575,441	1,503,577	71.29	1,440,443	449,585	220.39	2,499,510	1,454,918	71.80	1,477,097	488,822	202.17
Profit Attributable to: Equity Holders of the Bank	2,575,441	1,503,577	71.29	1,440,443	449,585	220.39	2,499,510 20,606	1,454,918 40,739	71.80 (49.42)	1,477,097 15,330	488,822 16,411	202.17 (6.59
Profit for the Period Profit Attributable to: Equity Holders of the Bank Non-Controlling Interest Profit for the Period	2,575,441 - 2,575,441	-	71.29 - 71.29	1,440,443	449,585 - 449,585			40,739	(49.42)			

STATEMENT OF CASH FLOWS			Amounts in Rupe	ees Thousands
	BAI	NK	GRO	JP
For the Six Months ended 30th June	2023	2022	2023	2022
Cash Flows from Operating Activities				
ash Flows from Operating Activities Iterest Receipts	58,398,132	28,448,135	58,442,452	28,457,518
terest Payments	(28,328,546)	(12,712,041)	(28,318,017)	(12,708,829)
et Commission Receipts	3,517,627	2,775,916	3,517,496	2,775,121
ading Income	122,419	36,282	122,419	34,483
syments to Employees	(4,305,490)	(3,768,879)	(4,324,500)	(3,785,505)
AT and SSCL on Financial Services Paid eceipts from Other Operating Activities	(1,693,312) 421,025	(1,136,258) 8,509,679	(1,693,312) 471,627	(1,136,258) 8,575,603
ryments on Other Operating Activities	(2,920,262)	(2,713,265)	(2,919,502)	(2,747,217)
perating Profit before Changes in Operating Assets and Liabilities	25,211,593	19,439,569	25,298,663	19,464,916
crease)/Decrease in Operating Assets:				
lances with Central Bank of Sri Lanka	1,458,359	(6,987,898)	1,458,359	(6,987,898)
nancial Assets at Amortized cost - Loans and Advances her Assets	14,915,068 347.319	(31,152,217) (5,269,479)	14,915,068 298,132	(31,152,217) (5,137,593)
	347,319	(3,203,473)	230,132	(5,157,555)
crease/(Decrease) in Operating Liabilities: nancial Liabilities at Amortized Gost - Due to Depositors	(4,439,989)	41.361.128	(4,439,989)	41.361.128
ancial Liabilities at Amortized Cost - Due to Depositors ancial Liabilities at Amortized Cost - Due to Debt Securities Holders	14,297,486	21,967,179	14,297,486	21,967,179
nancial Liabilities at Amortized cost - Due to Other Borrowers	1,549	2,323	1,549	2,323
ner Liabilities	(228,191)	(4,526,139)	(291,542)	(4,710,015)
e to Banks	(1,010,623)	(9,013,342)	(1,010,623)	(9,013,342)
sh Generated from Operating Activities before Income Tax come Tax Paid	50,552,571 (3,595,236)	25,821,124 (975,018)	50,527,103 (3,595,236)	25,794,481 (975,018)
rcharge Tax Paid	(0,000,200)	(584,168)	(3,333,230)	(584,168)
t Cash (Used in)/Generated from Operating Activities	46,957,335	24,261,938	46,931,867	24,235,295
sh Flows from Investing Activities				
rchase of Property, Plant & Equipment	(255,927)	(48,300)	(257,878)	(48,538)
provements in Investment Properties oceeds from Sale of Property, Plant & Equipment	104	1,910	(1,681) 104	(10,595) 1,910
t Proceeds from Sale, Maturity And Purchase of Financial Investments of Government of Sri Lanka Treasury Bills/Bonds,	104	1,310	104	1,310
velopment and International Sovereign Bonds Maturing after Three Months	(6,535,608)	(15,127,969)	(6,458,928)	(15,127,969)
t Proceeds From Sale, Maturity and Purchase of Financial Investments of Shares and Debentures	74,996	1,469	72,174	1,530
verse Repurchase Agreements maturing after Three Months	(54.400)	(05.000)	(54.400)	(05.000)
t Purchase of Intangible Assets t Cash Flow from Acquisition of Investment in Subsidiaries	(51,123)	(25,968)	(51,123)	(25,968)
t Cash Flow from Disposal of Subsidiaries	-		-	-
vidend Received from Investment in Subsidiaries	106,340	146,065	-	-
vidend Received from Other Investments	527	768	527	768
et Cash (Used in)/Generated from Investing Activities	(6,660,691)	(15,052,025)	(6,696,805)	(15,208,862)
ish Flows from Financing Activities st Proceeds from the Issue of Ordinary Share Capital				
t Proceeds from the Issue of Other Equity Instruments				-
t Proceeds from the Issue of Subordinated Debt	5,000,000	-	5,000,000	-
payment of Subordinated Debt	(3,910,000)	-	(3,810,000)	-
erest Paid on Subordinated Debt erest Paid on Un-Subordinated Debt	(1,850,353)	(1,836,891)	(1,850,353)	(1,828,362)
idend Paid to Non-Controlling Interest			(52,385)	(63,096)
ridend Paid to Shareholders of the Bank	-	(16)	(52,000)	(16)
vidend Paid to Holders of Other Equity Instruments	-	1 -	- (070.000)	
payment of Principal Portion of Lease Liabilities It Cash (Used In)/Generated from Financing Activities	(414,584) (1,174,937)	(391,631) (2,228,538)	(272,026) (984,764)	(240,850) (2,132,324)
, ,			, , ,	
at Increase in Cash and Cash Equivalents ash and Cash Equivalents at Beginning of the Year	39,121,707 83,255,632	6,981,375 44,039,917	39,250,298 83,449,117	6,894,109 44,204,423
sh and Cash Equivalents at End of the Period	122,377,339	51,021,292	122,699,415	51,098,532
conciliation of Cash and Cash Equivalents				
sh and Cash Equivalents	57,232,012	29,081,277	57,232,052	29,081,317
acements with Banks and Finance Companies	13,194,043	10.022.000	13,194,541	10 101 000
overnment of Sri Lanka Treasury Bills/Bonds, Development and International Sovereign Bonds maturing within Three Months Incurities Purchased Under Resale Agreements maturing within Three Months	47,801,602 4,149,682	19,023,890 2,916,125	48,123,140 4,149,682	19,101,090 2,916,125
	122.377.339	51.021.292	122.699.415	51.098.532

(In terms of Rule 7.4 of the Colombo Stock Exchange)	For the Six	Bank months Ende	d 30th June	For the Qu	Bank arter Ended 3	Oth June	For the Six	Group months Ended 3	Oth June	For the Qu	Group Jarter Ended	d 30th June
	2023 (Audited)	2022 (Audited)	Growth %	2023	2022 G	rowth %	2023	2022	Growth %	2023	2022	Growth %
Profit for the Period	2,575,441	1,503,577	71.29	1,440,443	449,585	220.39	2,520,116	1,495,657	68.50	1,492,427	505,233	195.39
Other Comprehensive Income/ (Loss), Net of Tax												
Items that are or may be Reclassified to Income Statement in Subsequent Periods												
Net Movement of Cash Flow Hedge Reserve	-	84,246	(100.00)	-	(1,282)	(100.00)	-	84,246	(100.00)	-	(1,282)	(100.0
Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other												
Comprehensive Income	570,178	(1,941,228)	129.37	378,570	(99,784)	479.39	574,308	(1,949,310)	129.46	380,704	(104,720)	463.5
Deferred Tax effect relating to items that are or may be Reclassified to Income Statement	(171,054)	465,894	(136.72)	(113,571)	24,053	(572.17)	(172,293)	466,703	(136.92)	(114,211)	24,547	(565.2
Items that will never be Reclassified to Income Statement in Subsequent Periods												
Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	109.858	(989.661)	111.10	(116.183)	(222,424)	47.77	109.858	(989.661)	111.10	(116.183)	(222.424)	47.7
Deferred Tax effect relating to items that will never be Reclassified to Income Statement	-	-	-	-	-	-	-	-	-	-	-	
Other Comprehensive Income/(Loss) for the Period,												
Net of Taxes	508,982	(2,380,749)	121.38	148,816	(299,437)	149.70	511,873	(2,388,022)	121.44	150,310	(303,879)	149.4
Total Comprehensive Income for the Period	3,084,423	(877,172)	451.63	1,589,259	150,148	958.46	3,031,989	(892,365)	439.77	1,642,737	201,354	715.8
Attributable to:	0.004.400	(077 470)	454.60	4 500 050	450 440	050.40	2.010.520	(000.050)	400.00	1 000 000	100.050	770.5
Equity Holders of the Bank Non-Controlling Interest	3,084,423	(877,172)	451.63	1,589,259	150,148	958.46	3,010,530 21,459	(930,959) 38.594	423.38 (44.40)	1,626,966 15,771	186,253 15,101	773.5 4.4
Non-Controlling Interest Total Comprehensive Income for the Period	3.084.423	(877.172)	451.63	1.589.259	150.148	-	21,459	(892.365)	439.77	1.642.737	201.354	4.4

STATEMENT OF FINANCIAL POSITION					ounts in Rupees	
In terms of Rule 7.4 of the Colombo Stock Exchange)		Bank			Group	
	As at 30.06.2023 (Audited)	As at 31.12.2022 (Audited)	Growth %	As at 30.06.2023	As at 31.12.2022 (Audited)	Growth %
Assets						
ash and Cash Equivalents	56,991,507	40,254,514	41.58	56,991,547	40,254,554	41.58
Balances with Central Bank of Sri Lanka	15,325,813	16,784,172	(8.69)	15,325,813	16,784,172	(8.69)
Placements with Banks and Finance Companies	13,128,073	1,819,036	621.70	13,128,073	1,819,036	621.70
Perivative Financial Instruments	54,056	519,189	(89.59)	54,056	519,189	(89.59)
inancial Assets recognized through Profit or Loss - Measured at Fair Value	18,439,481	17,781,867	3.70	18,439,481	17,781,867	3.70
- Designated at Fair Value	-	-	-	-	-	-
inancial Assets at Amortized Cost						
- Loans and Advances	420,595,195	444,219,508	(5.32)	420,595,195	444,219,508	(5.32)
- Debt and Other Instruments	107,703,428	106,158,878	1.45	108,024,966	106,429,752	1.50
inancial Assets measured at Fair Value through Other Comprehensive Income	30,013,229	17,136,286	75.14	30,067,195	17,186,183	74.95
nvestment in Subsidiary	1,153,602	1,153,602	-	-	-	14.50
Group Balances Receivable	40,200	64,435	(37.61)		_	_
•	3,700,316	3,770,541	(1.86)	6,362,413	6,462,909	(1.55)
roperty, Plant & Equipment						
light-of-use Assets	4,765,360	4,882,318	(2.40)	2,622,394	2,722,569	(3.68)
evestment Properties			-	871,790	886,680	(1.68
ntangible Assets	466,943	510,146	(8.47)	466,943	510,146	(8.47
eferred Tax Assets	2,536,052	3,242,641	(21.79)	1,927,356	2,684,538	(28.21
ther Assets	14,217,537	14,508,511	(2.01)	14,291,268	14,574,073	(1.94)
otal Assets	689,130,792	672,805,644	2.43	689,168,490	672,835,176	2.43
abilities						
ue to Banks	11,147,407	12,158,030	(8.31)	11,147,407	12,158,030	(8.31)
erivative Financial Instruments	432,272	906,813	(52.33)	432,272	906,813	(52.33
inancial Liabilities at Amortized Cost						
Due to Depositors	548,677,958	547,315,755	0.25	548,677,958	547,315,755	0.25
Due to Debt Securities Holders	26,259,037	11,944,370	119.84	26,259,037	11,944,370	119.84
Due to Other Borrowers	9,032	7,483	20.70	9,032	7,483	20.70
roup Balances Payable	119,771	202,382	(40.82)	-		-
lebt Securities Issued	22,347,820	21,617,455	3.38	22,347,820	21,617,455	3.38
urrent Tax Liabilities	2,575,646	5,128,484	(49.78)	2,642,462	5,179,000	(48.98)
			, ,			
ease Liabilities	5,009,686	5,101,247	(1.79)	2,163,225	2,254,558	(4.05)
ther Liabilities	15,190,775	13,973,327	8.71	15,216,514	13,985,243	8.80
otal Liabilities quity	631,769,404	618,355,346	2.17	628,895,727	615,368,707	2.20
tated Capital	20,908,673	19,926,453	4.93	20,908,673	19,926,453	4.93
tatutory Reserve Fund	2,568,162	2,568,162	-	2,568,162	2,568,162	4.50
air Value through Other Comprehensive Income Reserve	(674,123)	(1,183,105)	43.02	(704,627)	(1,215,647)	42.04
				33,041,893		
tetained Earnings	32,483,882	31,063,994	4.57		31,697,936	4.24
ther Reserves otal Shareholders' Equity	2,074,794 57,361,388	2,074,794 54,450,298	5.35	3,225,157 59,039,258	3,225,157 56,202,061	5.05
on-controlling Interest	-	-	-	1,233,505	1,264,408	(2.44
•	E7 004 000	F4 450 000	F.05			
tal Equity	57,361,388	54,450,298	5.35	60,272,763	57,466,469	4.88
otal Equity & Liabilities	689,130,792	672,805,644	2.43	689,168,490	672,835,176	2.43
ontingent Liabilities and Commitments	160,043,067	167,641,150	(4.53)	160,043,067	167,642,941	(4.53
emorandum Information						
umber of Employees	3,082	3,156	(2.34)	3,102	3,175	(2.30
	3,062 171		(2.34)			(2.30
umber of Banking Centres	1/1	171	-	171	171	
et Assets Value per Ordinary Share (Rs.)	93.20	94.24	(1.10)	95.93	97.27	(1.38

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 $Icertify that the above Financial \, Statements \, are in \, compliance \, with \, the \, requirements \, of \, the \, Companies \, Act \, No. \, 07 \, of \, 2007.$

(Sgd.) Champika Dodanwela (Ms.) Chief Financial Officer

 $We the \, undersigned, being \, the \, Chairman, \, Director/\, Chief \, Executive \, Of ficer \, of \, Seylan \, Bank \, PLC \, certify \, jointly \, that, \, is a constant of the contract of the contraction of the contract of the con$

 $a) \ \ the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka; and$ $b) \ \ the information contained in these statements have been extracted from the un-audited financial statements of the Bank \& Group unless indicated as audited financial statements of the Bank & Group unless indicated as audited financial statements of the Bank & Group unless indicated as audited financial statements of the Bank & Group unless indicated as audited financial statement for the Bank & Group unless indicated financial statements for the Bank & Group unless indicated financial statement for the Bank & Group unless in$

(Sgd.) W. M. R. S. Dias Chairman August 10, 2023 Colombo

(Sgd.) Ramesh Jayasekara Director/Chief Executive Officer

	Current Period	Comparative Period
	01-April-23 to 30-June-23	01-April-22 to 30-June-22
Debt (Debentures)/Equity Ratio (Times)	0.39	0.41
Debt (Debentures plus Long term Debt)/Equity Ratio (Times)	0.47	0.51
Interest Cover (Times)	4.00	2.58
Quick Asset Ratio (Times)	0.91	0.82
2016 Issue Market Prices during April to June (Ex Interest)		
7 Year Fixed Semi Annual - 13.75% p.a	*	*
Interest Yield as at Date of Last Trade 7 Year Fixed Semi Annual - 13.75% p.a	*	*
Yield to Maturity of Trade Done on		
7 Year Fixed Semi Annual - 13.75% p.a	*	*
Interest Rate of Comparable Government Security - 7 Years	24.19%	21.01%
2018 Issue	24.1370	21.0170
Market Prices during April to June (Ex Interest)		*
5 Year Fixed Semi Annual - 12.85% p.a (Debenture matured and redeemed on 29/03/2023) 7 Year Fixed Semi Annual - 13.20% p.a.	*	*
10 Year Fixed Semi Annual - 13.50% p.a	*	*
Interest Yield as at Date of Last Trade 5 Year Fixed Semi Annual - 12.85% p.a (Debenture matured and redeemed on 29/03/2023)		*
7 Year Fixed Semi Annual - 13.20% p.a.	*	*
10 Year Fixed Semi Annual - 13.50% p.a Yield to Maturity of Trade Done on		
5 Year Fixed Semi Annual - 12.85% p.a (Debenture matured and redeemed on 29/03/2023)		*
7 Year Fixed Semi Annual - 13.20% p.a. 10 Year Fixed Semi Annual - 13.50% p.a	*	*
Interest Rate of Comparable Government Security		
- 5 Years - 7 Years	26.34%	21.26% 22.35%
- 10 Years	22.70%	22.48%
2019 Issue Market Prices during April to June (Ex Interest) 5 Year Fixed Annual - 15,00% p.a - Highest Price - Lowest Price	107.49 92.54	*
- Lowest Price - Last Traded Price (05/06/2023)/*	92.54	*
5 Year Fixed Semi Annual - 14.50% p.a.	*	*
Interest Yield as at Date of Last Trade 5 Year Fixed Annual - 15.00% p.a. (05/06/2023)/* 5 Year Fixed Semi Annual - 14.50% p.a.	16.21%	*
Yield to Maturity of Trade Done on 5 Year Fixed Annual - 15.00% p.a. (05/06/2023)/* 5 Year Fixed Semi Annual - 14.50% p.a.	24.97%	*
Interest Rate of Comparable Government Security - 5 Years	25.50%	21.16%
2021 Issue	25.5076	21.1070
Market Prices during April to June (Ex Interest) 5 Year Fixed Annual - 9.75% p.a 5 Year Fixed Quarterly - 9.25% p.a.	*	*
Interest Yield as at Date of Last Trade 5 Year Fixed Annual - 9.75% p.a	*	*
5 Year Fixed Quarterly - 9.25% p.a.	*	*
Yield to Maturity of Trade Done on 5 Year Fixed Annual - 9.75% p.a	*	*
5 Year Fixed Annual - 9.75% p.a 5 Year Fixed Quarterly - 9.25% p.a.	*	*
Interest Rate of Comparable Government Security - 5 Years	25.44%	21.87%
2023 Issue (Debenture alloted on 02 May 2023) Market Prices during April to June (Ex Interest) 5 Year Fixed Annual - 28.00% p.a.	100.00	
- Highest Price - Lowest Price	100.00 100.00	
- Last Traded Price (15/05/2023)	100.00	
5 Year Fixed Quarterly - 25.00% p.a. - Highest Price - Lowest Price - Last Traded Price (17/05/2023)	100.00 100.00 100.00	
Interest Yield as at Date of Last Trade 5 Year Fixed Annual - 28.00% p.a.	28.00%	
5 Year Fixed Quarterly - 25.00% p.a. Yield to Maturity of Trade Done on	27.44%	
5 Year Fixed Annual - 28.00% p.a.	27.95%	
5 Year Fixed Quarterly - 25.00% p.a.	24.99%	

* No trading during the period.

Item	B	ANK	G	ROUP
	30.06.2023	31.12.2022	30.06.2023	31.12.2022
Regulatory Capital (LKR Mn.) Common Equity Tier I Total (Tier I) Capital Total Capital Base	53,319 53,319 69,789	49,920 49,920 63,447	54,722 54,722 71,192	51,334 51,334 64,891
Regulatory Capital Ratios (%) Common Equity Tier I Capital Ratio (Minimum Requirement - 7.00%) Total Tier I Capital Ratio (Minimum Requirement - 8.50%) Total Capital Ratio (Minimum Requirement - 12.50%)	11.85 11.85 15.51	10.69 10.69 13.59	12.15 12.15 15.80	10.97 10.97 13.87
Regulatory Liquidity Statutory Liquid Assets (LKR Mn.) Domestic Banking Unit (LKR Mn.) Offshore Banking Unit (USD' 000)	196,320 191,940 30,826	149,336 144,094 35,226		
Statutory Liquid Assets Ratio (%) (Minimum Requirement 20%) Overall Domestic Banking Unit Offshore Banking Unit	32.30 32.13 25.22	25.51 25.16 25.02		
Total Stock of High-Quality Liquid Assets (LKR Mn.)	115,110	110,444		
Liquidity Coverage Ratio % Rupee - (Minimum Requirement - 2023-100%, 2022- 90%) All Currency - (Minimum Requirement - 2023-100%, 2022- 90%)	344.47 252.09	280.14 175.10		
Net Stable Funding Ratio (%) (Minimum Requirement - 2023-100%, 2022- 90%)	127.74	117.62		
Assets Quality (Quality of Loan Portfolio) Impaired Loans (Stage 3) Ratio (%) Impairment (Stage 3) to Stage 3 Loans Ratio (%)	6.28 55.58	4.98 54.36		
Profitability Interest Margin (%) Return on Assets (before Tax) (%) Return on Equity (%)	6.04 1.23 9.22	6.33 1.04 8.85		

SEYLAN BANK PLC FINANCIAL STATEMENTS

Six months ended 30th June, 2023



No. of Shares

SEGMENT REPORTING - GRO	UP						(A	Amounts in F	lupees Tho	usands)
	BANK	ING	TREAS	URY	PROPERTY/IN	VESTMENTS U	NALLOCATED	/ELIMINATIONS	TOT	AL
	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Interest Income	50,764,043	25,741,527	6,003,603	6,888,649	56,086	21,491	(723,989)	(99,161)	56,099,743	32,552,506
Less: Interest Expenses	33,071,734	13,636,426	2,446,537	1,913,118	1,237	367	(85,184)	(55,532)	35,434,324	15,494,379
Net Interest Income	17,692,309	12,105,101	3,557,066	4,975,531	54,849	21,124	(638,805)	(43,629)	20,665,419	17,058,127
Fee and Commission Income	3,641,608	2,865,043	3,845	2,311	-	-	4,225	13,786	3,649,678	2,881,14
Less: Fee and Commission Expenses	118,804	93,737	13,378	11,548	-	734	-	-	132,182	106,01
Net Fee and Commission Income	3,522,804	2,771,306	(9,533)	(9,237)	-	(734)	4,225	13,786	3,517,496	2,775,12
Net Gains/(Losses) from Trading	-	-	300,396	4,137,231	-	(1,799)	-	-	300,396	4,135,43
Net Gains from Derecognition of Financial Assets	-	-	31,198	2,387	-	-	-	-	31,198	2,38
Net Other Operating Income	110,368	48,843	191,647	(2,242,824)	193,634	205,287	(276,405)	(137,870)	219,244	(2,126,56
Inter Segment Revenue	(37,424)	(35,159)	-	-	-	-	37,424	35,159	-	
Total Operating Income	21,288,057	14,890,091	4,070,774	6,863,088	248,483	223,878	(873,561)	(132,554)	24,733,753	21,844,50
Less: Depreciation and Amortization Expenses	392,353	407,155	7,487	6,715	612	587	283,032	294,273	683,484	708,73
Less: Impairment Charges	8,586,530	8,263,992	972,464	3,099,742	-	-	-	-	9,558,994	11,363,73
Less: Operating Expenses, VAT & SSCL on Financial Services	7,154,781	5,062,637	1,275,785	1,419,589	64,065	41,171	1,812,411	1,157,574	10,307,042	7,680,97
Reportable Segment Profit Before Income Tax	5,154,393	1,156,307	1,815,038	2,337,042	183,806	182,120	(2,969,004)	(1,584,401)	4,184,233	2,091,06
Less: Income Tax Expense									1,664,117	595,41
Profit For The Period									2,520,116	1,495,65
Profit Attributable To: Equity Holders of The Bank									2,499,510	1,454,91
Non-Controlling Interests									20,606	40,73
Profit For The Period									2,520,116	1,495,65
Other Comprehensive Income, Net of Income Tax									511,873	(2,388,02
Other Information										
Total Assets	477,770,352	479,231,175	193,271,855	159,870,922	6,339,205	5,988,283	11,787,078	21,260,830	689,168,490	666,351,21
Total Liabilities & Equity	583,643,968	554,384,197	84,550,662	84,688,594	6,339,205	5,988,283	14,634,655	21,290,136	689,168,490	666,351,21
Cash Flows from Operating Activities	46,722,891	20,009,303	2,794,989	5,443,499	116,337	140,160	(2,702,350)	(1,357,667)	46,931,867	24,235,29
Cash Flows from Investing Activities	(89,161)	80,927	(6,471,905)	(15,125,732)	49,597	1,139	(185,336)	(165,196)	(6,696,805)	(15,208,86
Cash Flows from Financing Activities	675,416	(391,631)	(1,850,353)	(1,836,891)	(177,558)	(207,151)	367,731	303,349	(984,764)	(2,132,32
Capital Expenditure	(196,132)	(65,667)	(11,293)		(3,632)	(10,833)	(99,625)	(8,601)	(310,682)	(85,10

\$1	TATEMENT OF CHANGES IN EQUITY - B						(Amounts ir	Rupees Th	ousands)
			Capital	Statutory	Retained		Other Reserves		
Foi	the Six Months ended 30th June	Ordinary	Ordinary	Reserve Fund	Earnings	Revaluation	FVOCI	Other	Total
		Shares	Shares	_		Reserve	Reserve	Reserves	
		-Voting	-Non-Voting				**		
1	Balance as at 01st January 2022	11,521,263	6,802,619	2,332,549	29,196,617	1,468,822	(245,179)	976,318	52,053,009
	Surcharge Tax	-	-	-	(1,168,335)	-	-	-	(1,168,335
2	Restated Balance as at 01st January 2022	11,521,263	6,802,619	2,332,549	28,028,282	1,468,822	(245,179)	976,318	50,884,674
	Total Comprehensive Income for the Period								
	Profit for the Period	-	-	-	1,503,577	-	-	-	1,503,577
	Other Comprehensive Income (net of tax)				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				.,,
	- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value								
	through Other Comprehensive Income	_	-	-	-	-	(1,475,334)	_	(1,475,334
	- Change in Fair Value on Investments in Equity Instruments measured at Fair						(1,112,121)		(.,,
	Value through Other Comprehensive Income	_	_	_	_	_	(989,661)	_	(989,66
	- Net Movement of Cash Flow Hedge Reserve	_	_	_	_	_	(000,001)	84,246	84,246
	Not woverheld of basis flow floage floative							04,240	04,240
3	Total Comprehensive Income for the Period	-	-	-	1,503,577	-	(2,464,995)	84,246	(877,172
	Transactions with Equity Holders, Recognized Directly In Equity								
	Scrip Dividends to Equity Holders	792,802	809,769	-	(1,602,571)	-	-	-	
	Transferred from Investment Fund Reserve	-	-	-	324,524	_	-	(324,524)	
	Net Gain on Disposal of Equity Investments measured at Fair Value						(400)	, ,	
	through Other Comprehensive Income Reclassification of Debt Instruments measured at Fair Value through Other	-	-	-	438	-	(438)	-	
_	Comprehensive Income	-	-	-	-	-	1,563,275	-	1,563,27
1	Total Transactions with Equity Holders	792,802	809,769	•	(1,277,609)	-	1,562,837	(324,524)	1,563,27
	Balance as at 30th June 2022 (2 + 3 + 4)	12,314,065	7,612,388	2,332,549	28,254,250	1,468,822	(1,147,337)	736,040	51,570,777
	Balance as at 01st January 2023	12,314,065	7,612,388	2,568,162	31,063,994	1,374,219	(1,183,105)	700,575	54,450,298
	Total Comprehensive Income for the Period								
	Profit for the Period	_	_	_	2,575,441	_	_	_	2,575,44
	Other Comprehensive Income (net of tax)				2,070,441				2,070,11
	Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income						399,124		399,124
	Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income						109,858		109,85
	- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	103,030	-	103,03
2	Total Comprehensive Income for the Period				2,575,441		508,982		3,084,42
_	Total Completensive income for the Ferrou			<u> </u>	2,373,441		300,902		3,004,42
	Transactions with Equity Holders, Recognized Directly In Equity Scrip Dividends to Equity Holders	480,599	E01 C01		(1 155 550)				(170 000
3		480,599	501,621 501,621	-	(1,155,553)		-		(173,333
)	Total Transactions with Equity Holders	460,599	001,621	-	(1,155,553)	-	-	-	(173,333
	Balance as at 30th June 2023 (1 + 2 + 3)	12,794,664	8,114,009	2,568,162	32,483,882	1,374,219	(674,123)	700,575	57,361,38

STATEMENT OF CHANGES IN EQUITY		Capital				Other Reserves	(ounts in R		
			Statutory	Retained	`					
or the Six Months ended 30th June	Ordinary	Ordinary	Reserve Fund	Earnings	Revaluation	FVOCI	Other	Total	Non-	Tot
	Shares	Shares	ruiiu *		Reserve	Reserve	Reserves		Controlling	Equi
	-Voting	-Non-Voting				**			Interest	
Balance as at 01st January 2022	11,521,263	6,802,619	2,332,549	29,967,349	2,374,135	(271,212)	1,231,531	53,958,234	1,328,593	55,286,8
Surcharge Tax	-	-	-	(1,168,335)	-	-	-	(1,168,335)	-	(1,168,3
Restated Balance as at 01st January 2022	11,521,263	6,802,619	2,332,549	28,799,014	2,374,135	(271,212)	1,231,531	52,789,899	1,328,593	54,118,4
Total Comprehensive Income for the Period										
Profit for the Period				1,454,918				1 454 010	40.720	1,495,6
	-	-	-	1,454,918	-	-	-	1,454,918	40,739	1,495,0
Other Comprehensive Income (Net of Tax)										
- Net Gains/(Losses) on Investments in Debt Instruments										
measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(1,480,462)	-	(1,480,462)	(2,145)	(1,482,6
- Change in Fair Value on Investments in Equity Instruments										
measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(989,661)	-	(989,661)	-	(989,6
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	84,246	84,246	-	84,2
Total Comprehensive Income for the Period	-	-	-	1,454,918	-	(2,470,123)	84,246	(930,959)	38,594	(892,3
Transactions with Equity Holders, Recognized Directly In Equity										
Scrip Dividends to Equity Holders	792,802	809,769	-	(1,602,571)	-	-	-	-	(61,089)	(61,0
Transferred from Investment Fund Reserve	-	-	-	324,524	-	-	(324,524)	-	-	
Net Gain on Disposal of Equity Investments measured at Fair Value through										
Other Comprehensive Income	-	-	-	438	-	(438)	-	-	-	
Reclassification of Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	1,563,275	-	1,563,275	-	1,563,2
Total Transactions with Equity Holders	792,802	809,769		(1,277,609)	, -	1,562,837	(324,524)	1,563,275	(61,089)	1,502,1
	702,002	000,100		(1,211,000)		1,002,001	(02 1,02 1)	1,000,210	(01,000)	1,002,1
Balance as at 30th June 2022 (2 + 3 + 4)	12,314,065	7,612,388	2,332,549	28,976,323	2,374,135	(1,178,498)	991,253	53,422,215	1,306,098	54,728,3
Balance as at 01st January 2023	12,314,065	7,612,388	2,568,162	31,697,936	2,269,369	(1,215,647)	955,788	56,202,061	1,264,408	57,466,4
Total Comprehensive Income for the Period										
Profit for the Period	-	-	-	2,499,510	-	-	-	2,499,510	20,606	2,520,1
Other Comprehensive Income (Net of Tax)										
- Net Gains/(Losses) on Investments in Debt Instruments										
measured at Fair Value through Other Comprehensive Income	_	_	_	_	_	401,162	_	401,162	853	402,0
- Change in Fair Value on Investments in Equity Instruments						401,102		401,102	000	702,0
measured at Fair Value through Other Comprehensive Income						109,858		109,858		109,8
measured at Fair Value through other completionsive modifie	-	-	_	_		105,000	_	105,030	_	105,0
Total Comprehensive Income for the Period	-	-	-	2,499,510	-	511,020		3,010,530	21,459	3,031,9
Transactions with Equity Holders, Recognized Directly In Equity										
Scrip Dividends to Equity Holders	480,599	501,621		(1,155,553)	_	_		(173,333)	(52,362)	(225,6
Total Transactions with Equity Holders	480,599	501,621			-	-		(173,333)	(52,362)	(225,6
Balance as at 30th June 2023 (1 + 2 + 3)	12,794,664	8,114,009	2 568 162	33,041,893	2,269,369	(704,627)	955 789	59,039,258	1,233,505	60 272 7
Data 1100 as at Juli Julic 2025 (1 + 2 + 3)	14,134,004	0,114,009	۷,000,102	UU,U41,033	4,409,309	(104,021)	JUJ, 100	JJ,UJJ,ZJÖ	1,200,000	00,212,1

EXPLANATORY NOTES

The Financial Statements of the Bank and Group have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRSs/LKASs) issued by The Institute of Chartered Accountants of Sri Lanka.

There are no changes to the accounting policies and methods of computation since the publication of the last Annual Report.

The Interim Financial Statements of the Bank and the Group have been prepared and presented in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS) and provided necessary disclosure to comply with LKAS 34, Interim Financial Reporting.

The group financial statements comprise of the consolidated Financial Statements of the Company and its subsidiary Seylan Developments PLC (70.51%).

2. Information on Ordinary Shares

Market Price (Rs.)	30/06	/2023	30/06/	2022
	Voting	Non-Voting	Voting	Non-Voting
Market Price Per Share	34.90	24.10	28.00	15.20
Highest price per share during the quarter ended	35.90	24.50	35.50	28.00
Lowest price per share during the quarter ended	26.20	18.00	27.00	15.00

Stated Capital as at June 30, 2023	No of Shares	Stated Capital Rs. '000
Ordinary Voting	296,716,366	12,794,664
Ordinary Non-Voting	318,732,692	8,114,009
Total	615,449,058	20,908,673

Shareholders' Information Twenty Largest Ordinary Voting Shareholders as at June 30, 2023

1.	Brown & Company PLC A/C No. 01	31,086,943	10.48
2.	Sri Lanka Insurance Corporation Ltd - General Fund	29,671,631	10.00
3.	Employees Provident Fund	29,248,850	9.86
4.	Mr. K. D. D. Perera	28,166,399	9.49
5.	Sampath Bank PLC/LOLC Investments Ltd	27,762,508	9.36
6.	National Development Bank PLC	25,888,088	8.72
7.	Seylan Bank PLC A/C No. 04 – Employees' Gratuity Trust Fund	19,341,229	6.52
8.	Bank of Ceylon No. 1 Account	16,690,292	5.62
9.	Sri Lanka Insurance Corporation Ltd - Life Fund	14,835,813	5.00
10	People's Leasing & Finance PLC /Don and Don Holdings (Pvt) Ltd	11,338,671	3.82
11.	Sampath Bank PLC/ Brown and Company PLC	10,082,252	3.40
12.	Employees' Trust Fund Board	6,309,485	2.13
13.	NDB Capital Holdings Limited A/C No. 02	3,005,354	1.01
14.	Sisil Investment Holdings (Pvt) Ltd	2,806,071	0.95
15.	Finco Holdings (Pvt) Ltd	2,762,408	0.93
16.	Mrs. T. T. A. De Silva Weerasooriya	1,637,533	0.51
17.	Mr. M. J. Fernando	1,498,311	0.50
18.	Mr. R. R. Leon	1,404,108	0.47
19.	Mr. K. R. B. Fernando	1,283,864	0.43
20.	J.B. Cocoshell (Pvt) Ltd	1,024,220	0.35
3.2	Twenty Largest Ordinary Non-Voting Shareholders as at June 30, 2023	No. of Shares	%
3.2 1.	Twenty Largest Ordinary Non-Voting Shareholders as at June 30, 2023 LOLC Holdings PLC	No. of Shares 164,472,386	% 51.60
1.	LOLC Holdings PLC	164,472,386	51.60
1. 2.	LOLC Holdings PLC Employees' Provident Fund	164,472,386 17,001,074	51.60 5.33
1. 2. 3.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund	164,472,386 17,001,074 10,675,313	51.60 5.33 3.35
1. 2. 3. 4.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd	164,472,386 17,001,074 10,675,313 10,665,961	51.60 5.33 3.35 3.35
1. 2. 3. 4. 5.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259	51.60 5.33 3.35 3.35 2.15
1. 2. 3. 4. 5.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382	51.60 5.33 3.35 3.35 2.15 1.37
1. 2. 3. 4. 5. 6. 7.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473	51.60 5.33 3.35 3.35 2.15 1.37 1.36
1. 2. 3. 4. 5. 6. 7.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19
1. 2. 3. 4. 5. 6. 7. 8. 9.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19
1. 2. 3. 4. 5. 6. 7. 8. 9.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd VC No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Mrrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19 1.11
1. 2. 3. 4. 5. 6. 7. 8. 9. 10.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 0.1 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260	51.60 5.33 3.35 2.15 1.37 1.36 1.19 1.11 0.92 0.87
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19 1.11 0.92 0.87
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund Mr. R. Gautam	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566 2,250,932	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19 1.11 0.92 0.87 0.78
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. B. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund Mr. R. Gautam Mr. M. J. Fernando	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566 2,250,932 1,804,107	51.60 5.33 3.35 2.15 1.37 1.36 1.19 0.92 0.87 0.78 0.71
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund Mr. R. Gautam Mr. M. J. Fernando Dr. S. Yaddehige	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566 2,250,932 1,804,107 1,745,005	51.60 5.33 3.35 2.15 1.37 1.36 1.19 0.92 0.87 0.78 0.71 0.57
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 0.1 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund Mr. R. Gautam Mr. M. J. Fernando Dr. S. Yaddehige Ms. S. Durga	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566 2,250,932 1,804,107 1,745,005 1,499,175	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19 1.11 0.92 0.87 0.78 0.71 0.55
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16. 17.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 0.1 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund Mr. R. Gautam Mr. M. J. Fernando Dr. S. Yaddehige Ms. S. Durga	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566 2,250,932 1,804,107 1,745,005 1,499,175 1,481,329	51.60 5.33 3.35 3.35 2.15 1.37 1.36 1.19 1.11 0.92 0.87 0.78 0.71 0.57 0.55
1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16. 17. 18.	LOLC Holdings PLC Employees' Provident Fund Sri Lanka Insurance Corporation Ltd - Life Fund Don and Don Holdings (Pvt) Ltd Akbar Brothers Pvt Ltd A/C No. 01 Pershing LLC S/A Averbach Grauson & Co People's Leasing & Finance PLC/ Don and Don Holdings (Pvt) Ltd Employees' Trust Fund Board Merrill J Fernando & Sons (Pvt) Limited Mr. R. R. Leon LOLC Technology Services Limited Mr. N. Balasingam Sri Lanka Insurance Corporation Ltd - General Fund Mr. R. Gautam Mr. M. J. Fernando Dr. S. Yaddehige Ms. S. Durga Mr. D. N. N. Lokuge J.B. Cocoshell (Pvt) Ltd	164,472,386 17,001,074 10,675,313 10,665,961 6,845,259 4,366,382 4,330,473 3,804,695 3,540,466 2,923,962 2,783,260 2,493,566 2,250,932 1,804,107 1,745,005 1,499,175 1,481,329 1,471,150	51.60 5.33 3.35 2.15 1.37 1.36 1.19 9.11 0.92 0.87 0.78 0.71 0.57 0.55 0.47

3.3 Public Holdings as at June 30, 2023

The Bank is compliant under Option 3 and 4 of the Section 7.14.1 (Minimum Public Holding requirement) of the Rules of the Colombo Stock Exchange.

	Option 3 (Ordinary Voting Shares)	Option 4 (Ordinary Non-Voting Shares)
oat adjusted market capitalization	LKR. 5.682 Bn	LKR. 3.716 Bn
ublic Holding Percentage	54.87%	48.38%
o. of Public shareholders	10,150	7,214

4. Directors' and Chief Executive Officer's Shareholdings as at June 30, 2023

Name of Director	No. of Shares	No. of Shares
	(Ordinary Voting)	(Ordinary Non- voting)
Mr W M R S Dias, Non-Executive Director / Chairman	Nil	Nil
Mr R J Jayasekara, Director/Chief Executive Officer	708	33,931
Mr S V Corea, Non-Executive Director	113	Nil
Mr A S Wijesinha, Independent Director/Senior Director	Nil	Nil
Ms S K Salgado, Independent Director	Nil	Nil
Mr D M D K Thilakaratne, Non-Executive Director	Nil	Nil
Mr D R Abeysuriya, Independent Director	Nil	Nil
Mr D M Rupasinghe, Independent Director	Nil	Nil
Mr L H A L Silva, Independent Director	Nil	Nil
Ms V G S S Kotakadeniya, Non-Executive Director	Nil	Nil
Ms A A Ludowyke, Independent Director	Nil	Nil

5. Basic/Diluted Earnings per Share

Basic Earnings per share has been calculated by dividing profit after tax attributable to the equity holders of the Bank by the weighted average number of shares in issue (both Voting and Non- voting) during the six months ended June 30, 2023. Diluted Earnings per Share and the Basic Earnings per Share is the same due to non- availability of potentially dilutive ordinary shares. Weighted average number of ordinary shares as at June 30, 2022 has been restated based on the no of shares issued for Scrip Dividend for 2022.

6. Events after the Reporting Date

The Bank redeemed 32,722,800 debentures of LKR 100/- each amounting to LKR 3,272,280,000/- being the remainder of 50,000,000 (Fifty Million) Unsecured, Subordinated, Redeemable Debentures allotted in July 2016, upon their maturity after 7 years' tenure, on 15th July 2023.

7. Other Matters

7.1 Changes to the Directorships

1) Retirement of Mr Kapila Prasanna Ariyaratne, former Director/Chief Executive Officer of Seylan Bank PLC with effect from 30th April 2023. 2) Appointment of Mr Ramesh Joseph Jayasekara as the Director/Chief Executive Officer of Seylan Bank PLC with effect from 01st May 2023. Mr Ramesh Jayasekara is a

7.2 Expected Credit Loss Computation

Non-Independent/Executive Director on the Board.

The Bank's estimated Expected Credit Loss (ECL) was based on the Probability of Default (PD), Loss Given Default (LGD) as at June 30, 2023 and Economic Factor Adjustment (EFA) applying the recent forecasts and projections.

Further, the Bank has adjusted the additional provisions made as management overlay, based on the changes to the assessment of significant increase in credit risk, and stress testing on the exposures to risk elevated sectors. Bank has accounted for an additional Expected Credit Loss (ECL) on Foreign Currency Denominated Bonds in the financial statements considering the impact on Interim policy regarding the servicing of Sri Lanka's external public debts issued by Ministry of Finance of Government of Sri Lanka.

The Board at their meeting held on January 24, 2023 approved that the Bank issues One Hundred and Twenty Million (120,000,000) Basel III Compliant, Tier 2 Listed, Rated, Unsecured, Subordinated Redeemable Debentures with a Non-Viability Conversion of Rupees Hundred (LKR. 100/-) each, amounting to Rupees Twelve Billion (LKR. 12,000,000,000/-) until December 31, 2023 and the shareholders approved the same at the Extraordinary General Meeting held on March 14, 2023.

Based on above approvals, Fifty Million (50,000,000) Basel III Compliant, Tier 2 Listed, Rated, Unsecured, Subordinated Redeemable Debentures with a Non-Viability Conversion of Rupees Hundred (LKR. 100/-) each, were allotted to Qualified Investors on 02nd May 2023, following the basis of Preferential Allotments, maximum up to 75% of said 50,000,000 Debentures in accordance with Section 6.5 of the Prospectus dated 12th April 2023. The said Debentures were listed on 12th May 2023.

Debenture Issue Proceeds Utilization as at 30.06.2023

Objective Number	Objective as per Prospectus	Proposed date of utilization as per prospectus	Amount allocated as per prospectus in LKR	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of Utilized against allocation (B/A)	Details if not fully utilized*
1.	To strengthen the Tier 2 Capital base of the Bank as per BASEL III requirements by the issue of subordinated debentures.	With effect from the Date of Allotment						
2.	Grow the lending portfolio, especially in segments such as Small and Medium Enterprises (SME) and Export oriented industries.	over a period of twelve months from the date of allotment or 31 December 2023 whichever is earlier	5 Bn	5 Bn	100	5 Bn	100	N/A
3.	Reduce Maturity gaps in the Assets and Liabilities of the Bank	With effect from the Date of Allotment						

 $^{\star} \ \text{Clarification if not fully utilized including whether the funds are invested (e.g., whether lent to related party/s)}$

7.4 Statement of Alternative Treatment (SoAT) on Reclassification of Debt Portfolio

The Bank has adopted the above SoAT on Reclassification of Debt Portfolio, issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) and re-classified its Debt Portfolio of LKR 24.83Bn from Fair Value Through Other Comprehensive Income (FVOCI) to Amortized Cost (AC) with effect from 01 April 2022, being the 1st day of the reporting period of the quarter ended 30 June 2022, as a one-off reclassification and accounted for in the financials for the six months ended June 30,2022.

If the assets lying in the current portfolio had continued to be measured as Fair Value through Other Comprehensive Income, the fair value and the cumulative mark to market loss as at 30th June 2023 would have been Rs 19.96Bn and Rs 2.02Bn respectively

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The Social Security Contribution Levy (SSCL) was introduced with effect from 01st October 2022 and it is calculated on the value addition attributable to financial services at the rate of 2.5%. The standard rate of Income Tax has been increased to 30% from 24% in 2022.

Comparative figures have been re-classified where necessary, to conform to the current period presentation During the quarter there were no material changes in Contingent Liabilities, composition of Assets and Liabilities and use of funds raised by the Bank. All known expenditure items have been provided in these Interim Accounts