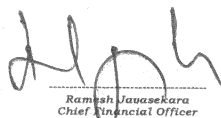


Your ref :

Our ref :

	Bank			Group		
	As at 30/09/2012	As at 31/12/2011	Growth %	As at 30/09/2012	As at 31/12/2011	Growth %
<b>BALANCE SHEET</b> (In terms of Rule 7.4 of the Colombo Stock Exchange)						
(Amounts in Rupees Thousands)						
<b>On - Balance Sheet Assets</b>						
Cash in hand	4,512,528	4,109,800	9.80	4,512,568	4,109,835	9.80
Balances with Central Bank of Sri Lanka / Other Central Banks	8,148,032	7,070,728	15.24	8,148,032	7,070,728	15.24
Due from Banks and other Financial Institutions	3,244,903	3,745,761	(10.37)	3,244,974	3,745,287	(13.38)
<b>Investments - Trading Account</b>						
Government Securities	1,561,385	4,387,294	(64.41)	1,561,385	4,387,294	(64.41)
Other Securities	285,510	998,905	(71.42)	285,510	998,905	(71.42)
<b>Investments - Held to Maturity / (Reversal) Made for Decline in Value of Investments &amp; Impairment Loss)</b>						
Government Securities	28,400,582	27,219,680	4.34	28,400,582	27,219,680	4.34
Other Securities	3,515,938	3,273,433	7.41	3,582,535	3,330,030	7.58
Add/(Less) / Increase/(Decline) in value of Investments	(101,028)	(229,761)	(56.03)	(157,357)	(286,090)	(45.00)
Less : Impairment Loss on Investments	(1,883,225)	(1,883,225)	-	(1,883,225)	(1,883,225)	-
<b>Investments in Associates and Subsidiaries</b>						
	793,254	793,254	-	-	-	-
<b>Total Loans and Advances</b>						
<b>Total Performing Loans and Advances</b>						
Bills of Exchange	1,199,729	989,260	21.28	1,199,729	989,260	21.28
Overdrafts	26,161,598	23,605,902	10.83	26,161,598	23,605,902	10.83
Lease Rentals Receivables	7,960,826	7,316,754	8.80	7,960,826	7,316,754	8.80
Other Loans	73,719,253	64,901,078	13.59	73,719,253	64,901,078	13.59
Interest Receivable	1,952,529	683,311	185.75	1,952,529	683,311	185.75
<b>Total Non - Performing Loans and Advances</b>	<b>110,993,935</b>	<b>97,496,305</b>	<b>13.84</b>	<b>110,993,935</b>	<b>97,496,305</b>	<b>13.84</b>
Bills of Exchange	13,228	11,652	13.53	13,228	11,652	13.53
Overdrafts	4,034,402	3,332,846	21.05	4,034,402	3,332,846	21.05
Lease Rentals Receivable	407,174	262,088	55.36	407,174	262,088	55.36
Other Loans	13,745,292	14,393,989	(4.51)	13,745,292	14,393,989	(4.51)
Interest Receivable	1,984,533	2,922,538	(32.10)	1,984,533	2,922,538	(32.10)
<b>Total Gross Loans and Advances</b>	<b>20,184,629</b>	<b>20,923,113</b>	<b>(3.53)</b>	<b>20,184,629</b>	<b>20,923,113</b>	<b>(3.53)</b>
<b>Less :</b>	<b>131,178,564</b>	<b>118,419,418</b>	<b>10.77</b>	<b>131,178,564</b>	<b>118,419,418</b>	<b>10.77</b>
Interest in Suspense	(3,620,785)	(4,729,670)	(23.45)	(3,620,785)	(4,729,670)	(23.45)
Specific Loan Loss Provisions	(4,074,197)	(4,657,422)	(12.52)	(4,074,197)	(4,657,422)	(12.52)
General Loan Loss Provisions	(423,579)	(382,239)	10.82	(423,579)	(382,239)	10.82
<b>Net Loans and Advances</b>	<b>123,060,087</b>	<b>108,650,087</b>	<b>13.26</b>	<b>123,060,087</b>	<b>108,650,087</b>	<b>13.26</b>
<b>Other Assets</b>	<b>3,717,102</b>	<b>4,460,717</b>	<b>(16.67)</b>	<b>3,820,084</b>	<b>4,536,312</b>	<b>(15.79)</b>
Intangible Assets (Net of Amortization)	290,698	404,299	(28.10)	290,698	404,299	(28.10)
Income Taxation	175,166	211,844	(17.31)	2,455	6,116	(59.86)
Deferred Tax Assets	60,716	15,688	287.02	174,997	211,675	(17.33)
Group Balances Receivable	237,629	237,629	-	1,168,758	1,182,505	(1.16)
Investment Properties	2,332,697	2,411,163	(3.25)	3,568,716	3,673,262	(2.85)
Property, Plant & Equipment (Net of accumulated depreciation)						
<b>Total on Balance Sheet Assets</b>	<b>178,351,890</b>	<b>165,877,296</b>	<b>7.52</b>	<b>179,780,715</b>	<b>167,357,700</b>	<b>7.42</b>
<b>On - Balance Sheet Liabilities</b>						
<b>Total Deposits</b>						
Demand Deposits	11,227,134	10,640,349	5.51	11,227,134	10,640,349	5.51
Savings Deposits	38,971,737	38,503,008	1.22	38,971,737	38,503,008	1.22
Time Deposits	80,280,547	67,788,562	18.43	80,280,547	67,788,562	18.43
Margin Deposits	438,251	734,230	(40.31)	438,251	734,230	(40.31)
Other Deposits	4,147,447	3,606,977	14.98	4,147,447	3,606,977	14.98
<b>Total Borrowings</b>	<b>135,065,116</b>	<b>121,273,126</b>	<b>11.37</b>	<b>135,065,116</b>	<b>121,273,126</b>	<b>11.37</b>
Borrowings from CBSL	760,338	774,969	(1.89)	760,338	774,969	(1.89)
Borrowings from Banks and Financial Institutions in Sri Lanka	2,551,624	3,558,601	(28.30)	2,551,624	3,558,601	(28.30)
Borrowings from Banks and Financial Institutions Abroad	2,887,576	2,277,000	26.81	2,887,576	2,277,000	26.81
Securities Sold under repurchase agreements	5,471,488	9,370,371	(41.61)	5,471,488	9,370,371	(41.61)
Debentures	1,802,250	2,651,650	(32.03)	1,802,250	2,651,650	(32.03)
Other Borrowings	1,751,455	685,951	155.33	1,751,455	685,951	155.33
	<b>15,224,731</b>	<b>19,318,542</b>	<b>(21.19)</b>	<b>15,224,731</b>	<b>19,318,542</b>	<b>(21.19)</b>
Group Balances Payable	192,465	99,841	92.77	-	-	-
Income Taxation	587,312	47,054	1,148.17	587,312	47,054	1,148.17
Other Liabilities	8,457,906	7,599,208	11.30	8,558,162	7,676,116	11.49
<b>Total On Balance Sheet Liabilities</b>	<b>159,527,830</b>	<b>148,337,771</b>	<b>7.54</b>	<b>159,435,321</b>	<b>148,314,838</b>	<b>7.50</b>
<b>Equity Capital and Reserves</b>						
Stated Capital	10,225,452	10,259,353	(0.33)	10,225,452	10,259,353	(0.33)
Statutory Reserve Fund	618,501	618,501	-	618,501	618,501	-
Total Other Reserves	7,980,407	6,661,671	19.80	8,397,620	7,069,712	18.78
<b>Minority Interest</b>	<b>18,824,360</b>	<b>17,539,525</b>	<b>7.33</b>	<b>19,241,573</b>	<b>17,947,566</b>	<b>7.21</b>
				<b>1,103,821</b>	<b>1,096,296</b>	<b>0.78</b>
<b>Total Equity Capital and Reserves</b>	<b>18,824,360</b>	<b>17,539,525</b>	<b>7.33</b>	<b>20,345,394</b>	<b>19,042,862</b>	<b>6.84</b>
<b>Total On - Balance Sheet Liabilities and Equity Capital and Reserves</b>	<b>178,351,890</b>	<b>165,877,296</b>	<b>7.52</b>	<b>179,780,715</b>	<b>167,357,700</b>	<b>7.42</b>
<b>Off - Balance Sheet Items and Contra Accounts</b>						
Contingencies	18,435,005	18,395,757	0.21	18,433,804	18,395,757	0.21
Commitments and Contra Accounts	16,836,289	17,851,459	(5.69)	16,836,289	17,862,678	(5.75)
	<b>35,271,294</b>	<b>36,247,216</b>	<b>(2.69)</b>	<b>35,270,093</b>	<b>36,258,435</b>	<b>(2.73)</b>
<b>Memorandum Information</b>						
Number of Employees	3,057	3,150	(2.95)	3,087	3,181	(2.96)
Number of Branches	100	99	1.01	100	99	1.01
<b>Net Asset Value Per Ordinary Share (Rs.)</b>	<b>55.68</b>	<b>51.78</b>	<b>7.53</b>	<b>56.91</b>	<b>52.99</b>	<b>7.40</b>

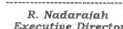
The above statements are subject to audit and have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka and where ever required provides additional disclosures to comply with Sri Lanka Accounting Standard 35 - Interim Financial Reporting. It is certified that the above Financial Statements give a true and fair view of the state of affairs of Seylan Bank PLC as at September 30, 2012 and its Profit/(Loss) for the quarter ended September 30, 2012.

  
 Ramesh Jayasekara  
 Chief Financial Officer

  
 Mohan Pieris PC  
 Chairman

October 24, 2012  
 Colombo

  
 Kapila Ariyaratne  
 General Manager / Chief Executive

  
 R. Nadarajah  
 Executive Director