

# SEYLAN BANK PLC

## FINANCIAL STATEMENTS

### Six months ended 30th June, 2014



# SEYLAN BANK PLC

## FINANCIAL STATEMENTS

### Six months ended 30th June, 2014



INCOME STATEMENT												
(In terms of Rule 7.4 of the Colombo Stock Exchange)												
	Bank			Bank			Group			Group		
	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %	For the Quarter ended 30th June 2014	For the Quarter ended 30th June 2013	Change %	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %
Interest Income	11,700,779	11,878,821	(1.56)	8,945,009	6,663,500	(20.29)	11,706,511	11,800,162	(1.44)	5,948,905	6,063,998	(1.90)
Less: Interest Expense	6,537,336	7,611,530	(14.11)	3,119,885	3,912,796	(20.29)	6,526,770	7,588,078	(14.10)	3,115,274	3,905,246	(20.23)
<b>Net Interest Income</b>	<b>5,163,443</b>	<b>4,267,291</b>	<b>20.96</b>	<b>5,825,124</b>	<b>2,750,704</b>	<b>21.35</b>	<b>5,179,741</b>	<b>4,212,084</b>	<b>20.96</b>	<b>2,833,631</b>	<b>2,158,752</b>	<b>31.26</b>
Fee and Commission Income	1,093,021	1,015,385	7.65	560,837	534,231	4.98	1,093,021	1,015,385	7.65	560,837	534,231	4.98
Less: Fee and Commission Expense	37,344	41,382	(11.86)	20,404	22,229	(8.21)	39,563	45,170	(12.41)	21,339	23,073	(8.86)
<b>Net Fee and Commission Income</b>	<b>1,055,677</b>	<b>973,903</b>	<b>8.45</b>	<b>540,433</b>	<b>512,002</b>	<b>5.55</b>	<b>1,055,458</b>	<b>970,215</b>	<b>8.59</b>	<b>539,498</b>	<b>511,158</b>	<b>5.87</b>
Net Trading Income	207,014	55,374	273.95	117,277	48,700	141.44	207,014	55,374	273.95	117,277	48,700	141.44
Net Gain from Real Estate Investments	293,304	22,825	1,195.41	132,873	5,712	3,976.91	293,304	22,825	1,195.41	132,873	5,712	3,976.91
Net Exchange Income	237,300	229,827	3.13	101,769	142,495	(28.58)	237,300	229,827	3.13	101,769	142,495	(28.58)
Other Operating Income (Net)	108,813	72,095	50.39	55,184	54,644	0.99	119,080	58,622	20.74	46,218	64,538	(28.16)
<b>Total Operating Income</b>	<b>846,291</b>	<b>506,121</b>	<b>67.23</b>	<b>807,653</b>	<b>351,611</b>	<b>101.12</b>	<b>807,653</b>	<b>407,284</b>	<b>108.98</b>	<b>289,723</b>	<b>92,13</b>	<b>215.99</b>
Less: Impairment for Loans and Other Losses - Charges/(Reversal)	549,509	86,578	520.37	448,194	59,460	653.77	549,509	86,578	520.37	448,194	59,460	653.77
Individual Impairment	(31,847)	(20,941)	(48.26)	(19,571)	61,737	(131.87)	(31,847)	(20,941)	(48.26)	(19,571)	61,737	(131.87)
Collective Impairment	156,802	12,777	1,127.22	47,718	12,823	272.13	156,802	12,823	272.13	47,718	12,823	272.13
Others	675,264	80,414	739.73	478,341	134,080	255.27	675,264	80,414	739.73	478,341	134,080	255.27
<b>Net Operating Income</b>	<b>296,782</b>	<b>419,543</b>	<b>(29.15)</b>	<b>359,459</b>	<b>292,151</b>	<b>23.22</b>	<b>258,144</b>	<b>320,806</b>	<b>(19.37)</b>	<b>141,529</b>	<b>32,593</b>	<b>340.95</b>
Personnel Expenses	2,069,911	1,884,903	9.34	1,076,815	917,572	17.35	2,075,259	1,888,777	9.29	1,084,399	924,466	17.42
Depreciation and Amortisation	227,480	297,940	(23.66)	118,283	146,644	(19.27)	250,321	315,613	(20.89)	124,812	160,953	(22.44)
Other Expenses	1,756,925	1,550,879	13.29	875,831	799,641	9.53	1,724,251	1,532,421	12.52	860,708	794,336	8.36
Provision for Sale of Property, Plant & Equipment, Leased Assets & Intangible Assets	4,885,235	3,722,922	3.93	2,071,038	1,883,857	11.12	4,846,831	3,748,811	8.69	2,099,919	1,876,765	10.17
Provision for Investment Properties	2,333,962	1,817,579	28.41	1,325,631	916,389	44.66	2,365,024	1,832,438	29.39	1,325,468	917,879	44.72
Value Added Tax (VAT) and Bank Building Tax (BBT) and Financial Services	470,648	334,151	40.85	260,642	161,443	61.45	470,648	334,151	40.85	260,642	161,443	61.45
<b>Profit before Tax</b>	<b>1,863,334</b>	<b>1,463,428</b>	<b>25.61</b>	<b>1,064,089</b>	<b>754,397</b>	<b>41.07</b>	<b>1,894,376</b>	<b>1,498,287</b>	<b>26.41</b>	<b>1,064,826</b>	<b>754,427</b>	<b>41.14</b>
Tax Expenses	600,833	481,872	35.06	366,609	258,367	41.89	666,345	495,755	34.41	374,371	265,616	40.94
<b>Profit for the period</b>	<b>1,212,501</b>	<b>1,001,556</b>	<b>21.06</b>	<b>698,380</b>	<b>496,030</b>	<b>40.64</b>	<b>1,228,031</b>	<b>1,002,532</b>	<b>22.49</b>	<b>690,455</b>	<b>488,811</b>	<b>41.25</b>
Attributable to:												
Owners of the Parent	1,212,501	1,001,556	21.06	698,380	496,030	40.64	1,212,017	993,750	21.82	684,213	484,237	41.39
Non-controlling Interest	-	-	-	-	-	-	487,284	118,266	408.99	259,242	92.13	-
<b>Profit for the period</b>	<b>1,212,501</b>	<b>1,001,556</b>	<b>21.06</b>	<b>698,380</b>	<b>496,030</b>	<b>40.64</b>	<b>1,228,031</b>	<b>1,002,532</b>	<b>22.49</b>	<b>690,455</b>	<b>488,811</b>	<b>41.25</b>
Basic/Dividend Earnings per Ordinary Share (In Rupees)	3.51	2.93	19.80	2.02	1.44	40.28	3.51	2.91	20.62	1.98	1.40	41.43

CASH FLOW STATEMENT												
(In terms of Rule 7.4 of the Colombo Stock Exchange)												
	Bank			Bank			Group			Group		
	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %	For the Quarter ended 30th June 2014	For the Quarter ended 30th June 2013	Change %	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %
<b>Cash Flows from Operating Activities</b>												
Interest Receipts	11,990,791	11,475,405	11,990,791	11,475,405	11,990,791	11,475,405	11,990,791	11,475,405	11,990,791	11,475,405	11,990,791	
Interest Payments	(5,983,698)	(7,389,898)	(23.19)	(2,964,113)	(3,622,827)	(22.31)	(5,983,698)	(7,389,898)	(23.19)	(2,964,113)	(3,622,827)	(22.31)
Exchange Income	297,038	297,038	-	297,038	297,038	-	297,038	297,038	-	297,038	297,038	
Proceeds from Other Operating Activities	184,262	161,288	14.26	87,642	85,117	2.92	184,262	161,288	14.26	87,642	85,117	2.92
Other Financial Assets Held-for-Trading	(4,008,066)	(4,008,066)	-	(4,008,066)	(4,008,066)	-	(4,008,066)	(4,008,066)	-	(4,008,066)	(4,008,066)	
Securities Purchased under Resale Agreements	(37,344)	(39,563)	(5.92)	(19,571)	(20,404)	(4.32)	(37,344)	(39,563)	(5.92)	(19,571)	(20,404)	(4.32)
Customer Loans and Receivables	-	-	-	-	-	-	-	-	-	-	-	
Financial Investments - Available-for-Sale	-	-	-	-	-	-	-	-	-	-	-	
Financial Investments - Held-to-Maturity	-	-	-	-	-	-	-	-	-	-	-	
Investment in Subsidiary	-	-	-	-	-	-	-	-	-	-	-	
Operating Profit before Changes in Operating Assets & Liabilities	1,863,665	2,163,093	(13.38)	1,019,150	2,532,700	(59.63)	1,863,665	2,163,093	(13.38)	1,019,150	2,532,700	(59.63)
(Increase)/Decrease in Operating Assets:												
Due to Banks	11,364,494	11,544,206	(1.56)	11,364,494	11,544,206	(1.56)	11,364,494	11,544,206	(1.56)	11,364,494	11,544,206	(1.56)
Derivative Financial Instruments	224,008	382,815	(41.48)	224,008	382,815	(41.48)	224,008	382,815	(41.48)	224,008	382,815	(41.48)
Customer Deposits	172,739,769	167,371,384	3.21	172,739,769	167,371,384	3.21	172,739,769	167,371,384	3.21	172,739,769	167,371,384	3.21
Securities Sold under Repurchase Agreements	4,903,057	4,573,955	7.20	4,903,057	4,573,955	7.20	4,903,057	4,573,955	7.20	4,903,057	4,573,955	7.20
Other Borrowings	12,061	12,738	(5.31)	12,061	12,738	(5.31)	12,061	12,738	(5.31)	12,061	12,738	(5.31)
Group Balances Payable	162,760	195,126	(16.59)	162,760	195,126	(16.59)	162,760	195,126	(16.59)	162,760	195,126	(16.59)
Debitors	2,528,797	3,243,299	(22.03)	2,528,797	3,243,299	(22.03)	2,528,797	3,243,299	(22.03)	2,528,797	3,243,299	(22.03)
Current Tax Liabilities	1,166,142	1,090,584	6.93	1,166,142	1,090,584	6.93	1,166,142	1,090,584	6.93	1,166,142	1,090,584	6.93
Other Liabilities	6,239,874	4,985,134	25.17	6,239,874	4,985,134	25.17	6,239,874	4,985,134	25.17	6,239,874	4,985,134	25.17
<b>Total Liabilities</b>	<b>199,340,982</b>	<b>193,399,241</b>	<b>3.07</b>	<b>199,340,982</b>	<b>193,399,241</b>	<b>3.07</b>	<b>199,340,982</b>	<b>193,399,241</b>	<b>3.07</b>	<b>199,340,982</b>	<b>193,399,241</b>	<b>3.07</b>
<b>Equity</b>												
Statutory Reserve Fund	10,529,724	10,529,724	-	10,529,724	10,529,724	-	10,529,724	10,529,724	-	10,529,724	10,529,724	
Retained Earnings	7,472,244	7,209,580	3.64	7,472,244	7,209,580	3.64	7,472,244	7,209,580	3.64	7,472,244	7,209,580	3.64
Other Reserves	3,542,258	3,180,350	11.38	3,542,258	3,180,350	11.38	3,542,258	3,180,350	11.38	3,542,258	3,180,350	11.38
Total Shareholders' Equity	22,386,190	21,761,618	2.87	22,386,190	21,761,618	2.87	22,386,190	21,761,618	2.87	22,386,190	21,761,618	2.87
Non-Controlling Interest	-	-	-	-	-	-	487,284	118,266	408.99	259,242	92.13	-
<b>Total Equity &amp; Liabilities</b>	<b>221,727,152</b>	<b>215,160,859</b>	<b>3.05</b>	<b>221,727,152</b>	<b>215,160,859</b>	<b>3.05</b>	<b>221,727,152</b>	<b>215,160,859</b>	<b>3.05</b>	<b>221,727,152</b>	<b>215,160,859</b>	<b>3.05</b>
Contingent Liabilities and Commitments	41,398,698	35,473,070	16.70	41,398,698	35,473,070	16.70	41,398,698	35,473,070	16.70	41,398,698	35,473,070	16.70
Memorandum Information												
Number of Employees	2,992	3,049	(1.87)	3,022	3,080	(1.88)	2,992	3,049	(1.87)	3,022	3,080	(1.88)
Number of Banking Centres	151	151	-	151	151	-	151	151	-	151	151	
Net Asset Value Per Ordinary Share (Rs.)	64.90	63.08	2.89	64.90	63.08	2.89	64.90	63.08	2.89	64.90	63.08	2.89

STATEMENT OF COMPREHENSIVE INCOME												
(In terms of Rule 7.4 of the Colombo Stock Exchange)												
	Bank			Bank			Group			Group		
	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %	For the Quarter ended 30th June 2014	For the Quarter ended 30th June 2013	Change %	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %	For the 06 months ended 30th June 2014	For the 06 months ended 30th June 2013	Change %
Profit for the period	1,212,501	1,001,556	21.06	698,380	496,030	40.64	1,228,031	1,002,532	22.49	690,455	488,811	41.25
Other Comprehensive Income, Net of Tax	188,232	227,225	(17.16)	77,850	66,344	17.34	188,232	227,225	(17.16)	77,850	66,344	17.34
Gains and Losses on Re-measuring Available-for-Sale Financial Assets	-	-	-									