

SEYLAN BANK PLC

FINANCIAL STATEMENTS

Six months ended 30th June, 2019



INCOME STATEMENT

(Amount in Rupees Thousands)

(In terms of Rule 7.4 of the Colombo Stock Exchange)	Bank		Bank		Group		Group					
	For the Six months Ended 30th June		For the Quarter Ended 30th June		For the Six months Ended 30th June		For the Quarter Ended 30th June					
	2019	2018	2019	2018	2019	2018	2019	2018				
	(Restated)	Growth %	(Restated)	Growth %	(Restated)	Growth %	(Restated)	Growth %				
Interest Income	27,377,520	23,290,102	17.55	13,749,680	11,817,734	16.35	27,381,133	23,290,500	17.57	13,751,351	11,817,018	16.37
Less: Interest Expenses	18,491,652	14,633,922	26.36	9,351,025	7,428,049	25.89	18,481,134	14,601,927	26.57	9,346,593	7,421,800	25.93
Net Interest Income	8,885,868	8,656,180	2.65	4,398,655	4,389,685	0.20	8,899,999	8,687,573	2.45	4,404,758	4,395,218	0.22
Fee and Commission Income	2,057,685	2,048,266	0.46	1,037,396	1,004,348	3.29	2,057,503	2,048,048	0.46	1,037,217	1,004,345	3.27
Less: Fee and Commission Expenses	104,268	92,595	12.61	50,346	44,131	14.08	106,658	94,613	12.73	51,765	45,101	14.78
Net Fee and Commission Income	1,953,417	1,955,671	(0.12)	987,050	960,217	2.79	1,950,845	1,953,435	(0.13)	985,452	959,244	2.73
Net Gains/(Losses) from Trading/Net Fair Value Gains/(Losses) from Financial Instruments at Fair Value through Profit or Loss	(632,257)	116,041	(644.86)	(10,515)	10,911	(196.37)	(632,738)	115,046	(649.99)	(10,410)	9,992	(204.18)
Net Gains/(Losses) from Derecognition of Financial Assets at Fair Value through Other Comprehensive Income	150,498	35,532	323.56	94,449	2,164	4,264.56	150,498	35,532	323.56	94,449	2,164	4,264.56
Net Other Operating Income	1,244,185	457,808	171.77	310,252	237,928	30.40	1,188,524	418,063	184.29	327,550	258,675	26.63
Total Operating Income	11,601,711	11,221,232	3.39	5,779,891	5,600,905	3.20	11,557,128	11,209,649	3.10	5,801,799	5,625,293	3.14
Impairment Charges	1,728,135	2,228,918	(22.47)	1,138,899	1,246,692	(8.65)	1,728,119	2,228,918	(22.47)	1,138,899	1,246,692	(8.65)
Net Operating Income	9,873,576	8,992,314	9.80	4,640,992	4,354,213	6.59	9,829,009	8,980,731	9.45	4,662,900	4,378,601	6.49
Personnel Expenses	3,178,306	2,930,969	8.44	1,608,111	1,427,235	12.67	3,196,497	2,950,965	8.32	1,617,066	1,437,770	12.47
Depreciation and Amortization Expenses	698,326	359,588	94.20	494,947	179,088	176.37	729,188	391,327	86.34	510,428	195,026	161.72
Other Expenses	2,521,184	2,706,180	(6.84)	1,104,197	1,401,931	(21.24)	2,428,226	2,632,882	(7.77)	1,056,872	1,358,451	(22.20)
Operating Profit before Taxes	6,397,816	5,996,737	6.69	3,207,255	3,008,254	6.62	6,353,911	5,975,174	6.34	3,184,366	2,991,247	6.46
Value Added Tax on Financial Services	786,514	732,631	7.35	358,334	340,743	5.16	786,514	720,352	9.18	358,334	328,464	9.09
Nation Building Tax on Financial Services	104,869	97,684	7.36	47,662	45,432	4.91	104,869	97,684	7.36	47,662	45,432	4.91
Debt Repayment Levy	460,808	-	100.00	209,844	-	100.00	460,808	-	100.00	209,844	-	100.00
Profit before Income Tax	2,123,569	2,165,262	(1.93)	817,897	959,784	(14.78)	2,122,907	2,187,521	(2.95)	862,694	1,013,458	(14.88)
Income Tax Expense	593,204	648,375	(8.51)	190,099	255,207	(25.51)	641,931	683,807	(6.12)	207,203	272,293	(23.90)
Profit for the Period	1,530,365	1,516,887	0.89	627,798	704,577	(10.90)	1,480,976	1,503,714	(1.51)	655,491	741,165	(11.56)
Profit Attributable to:												
Equity Holders of the Bank	1,530,365	1,516,887	0.89	627,798	704,577	(10.90)	1,464,773	1,486,297	(1.45)	647,324	730,375	(11.37)
Non-Controlling Interest	-	-	-	-	-	-	16,203	17,417	(6.97)	8,167	10,790	(24.31)
Profit for the period	1,530,365	1,516,887	0.89	627,798	704,577	(10.90)	1,480,976	1,503,714	(1.51)	655,491	741,165	(11.56)
Basic/Diluted Earnings per Ordinary Share (in Rupees)	4.05	4.02	0.89	1.66	1.87	(10.90)	3.88	3.93	(1.45)	1.71	1.93	(11.37)

CASH FLOW STATEMENT

(Amount in Rupees Thousands)

For the period ended 30th June	BANK		GROUP									
	2019	2018	2019	2018								
		(Restated)	Growth %	(Restated)	Growth %							
Cash Flows from Operating Activities	26,299,237	22,595,873	17.55	13,749,680	11,817,734	16.35	27,381,133	23,290,500	17.57	13,751,351	11,817,018	16.37
Interest receipts	(16,544,059)	(13,975,915)	(13.97)	(7,428,049)	(5,938,524)	(13.97)	(16,544,059)	(13,975,915)	(13.97)	(7,428,049)	(5,938,524)	(13.97)
Interest payments	1,953,417	1,955,671	1.00	987,050	960,217	1.00	1,953,417	1,955,671	1.00	987,050	960,217	1.00
Net commission receipts	27,377,520	23,290,102	17.55	13,749,680	11,817,734	16.35	27,381,133	23,290,500	17.57	13,751,351	11,817,018	16.37
Trading income	2,057,685	2,048,266	0.46	1,037,396	1,004,348	3.29	2,057,503	2,048,048	0.46	1,037,217	1,004,345	3.27
Payments to employees	(3,093,418)	(2,797,103)	(10.77)	(1,608,111)	(1,427,235)	(10.77)	(3,093,418)	(2,797,103)	(10.77)	(1,608,111)	(1,427,235)	(10.77)
WAT & NBT on financial services & DRL	(1,290,098)	(1,077,579)	(18.26)	(494,947)	(179,088)	(18.26)	(1,290,098)	(1,077,579)	(18.26)	(494,947)	(179,088)	(18.26)
Receipts from other operating activities	1,693,003	1,558,875	8.59	817,897	959,784	(14.78)	1,693,003	1,558,875	8.59	817,897	959,784	(14.78)
Payments on other operating activities	(2,314,409)	(2,421,582)	(4.58)	(1,138,899)	(1,246,692)	(8.65)	(2,314,409)	(2,421,582)	(4.58)	(1,138,899)	(1,246,692)	(8.65)
Operating profit before changes in operating assets and liabilities	6,780,807	4,992,038	35.83	3,207,255	3,008,254	6.62	6,780,807	4,992,038	35.83	3,207,255	3,008,254	6.62
(Increase)/decrease in operating assets:												
Balances with Central Bank of Sri Lanka	2,703,553	(65,964)	(243.85)	2,703,553	(65,964)	(243.85)	2,703,553	(65,964)	(243.85)	2,703,553	(65,964)	(243.85)
Financial assets at amortized cost - loans & advances	(17,962,503)	(24,912,552)	(38.42)	(17,962,503)	(24,912,552)	(38.42)	(17,962,503)	(24,912,552)	(38.42)	(17,962,503)	(24,912,552)	(38.42)
Other assets	1,028,879	1,766,625	(71.58)	1,028,879	1,766,625	(71.58)	1,028,879	1,766,625	(71.58)	1,028,879	1,766,625	(71.58)
Increase/(decrease) in operating liabilities:												
Financial liabilities at amortized cost - due to depositors	16,228,213	13,417,017	(23.48)	16,228,213	13,417,017	(23.48)	16,228,213	13,417,017	(23.48)	16,228,213	13,417,017	(23.48)
Financial liabilities at amortized cost - due to debt securities holders	(11,450,062)	(11,450,062)	0.00	(11,450,062)	(11,450,062)	0.00	(11,450,062)	(11,450,062)	0.00	(11,450,062)	(11,450,062)	0.00
Financial liabilities at amortized cost - due to other borrowers	(5,185)	(5,185)	0.00	(5,185)	(5,185)	0.00	(5,185)	(5,185)	0.00	(5,185)	(5,185)	0.00
Other liabilities	(2,359,708)	34,884	(6854.42)	(2,359,708)	34,884	(6854.42)	(2,359,708)	34,884	(6854.42)	(2,359,708)	34,884	(6854.42)
Due to banks	2,230,939	(3,181,522)	(142.58)	2,230,939	(3,181,522)	(142.58)	2,230,939	(3,181,522)	(142.58)	2,230,939	(3,181,522)	(142.58)
Cash (used in)/generated from operating activities before income tax	(2,825,267)	(4,588,707)	(63.31)	(2,825,267)	(4,588,707)	(63.31)	(2,825,267)	(4,588,707)	(63.31)	(2,825,267)	(4,588,707)	(63.31)
Income tax paid	(1,101,196)	(754,194)	(44.80)	(1,101,196)	(754,194)	(44.80)	(1,101,196)	(754,194)	(44.80)	(1,101,196)	(754,194)	(44.80)
Net cash used in operating activities	(3,926,463)	(5,342,901)	(35.44)	(3,926,463)	(5,342,901)	(35.44)	(3,926,463)	(5,342,901)	(35.44)	(3,926,463)	(5,342,901)	(35.44)
Cash flows from investing activities												
Purchase of property, plant & equipment	(269,220)	(259,548)	(3.82)	(269,220)	(259,548)	(3.82)	(269,220)	(259,548)	(3.82)	(269,220)	(259,548)	(3.82)
Improvements to investment properties	901	5,309	(5.83)	901	5,309	(5.83)	901	5,309	(5.83)	901	5,309	(5.83)
Proceeds from sale of property, plant & equipment	8,455,144	7,547,898	(10.72)	8,455,144	7,547,898	(10.72)	8,455,144	7,547,898	(10.72)	8,455,144	7,547,898	(10.72)
Net proceeds from sale, maturity and purchase of financial investments of government of Sri Lanka Treasury Bills/Bonds and Development Bonds maturing after 03 months	367,191	216,995	(41.38)	367,191	216,995	(41.38)	367,191	216,995	(41.38)	367,191	216,995	(41.38)
Reverse repurchase agreements maturing after 03 months	4,032	7,209	(43.22)	4,032	7,209	(43.22)	4,032	7,209	(43.22)	4,032	7,209	(43.22)
Net purchase of intangible assets	(32,469)	(96,554)	(29.52)	(32,469)	(96,554)	(29.52)	(32,469)	(96,554)	(29.52)	(32,469)	(96,554)	(29.52)
Dividend received from investment in subsidiaries	89,725	84,509	(5.74)	89,725	84,509	(5.74)	89,725	84,509	(5.74)	89,725	84,509	(5.74)
Dividend received from other investments	8,140	24,375	(66.92)	8,140	24,375	(66.92)	8,140	24,375	(66.92)	8,140	24,375	(66.92)
Proceed from Sale of Assets Held-for-Sale	334,000	-	100.00	334,000	-	100.00	334,000	-	100.00	334,000	-	100.00
Net cash generated from investing activities	8,623,444	8,464,193	(1.85)	8,623,444	8,464,193	(1.85)	8,623,444	8,464,193	(1.85)	8,623,444	8,464,193	(1.85)
Cash flows from financing activities												
Net proceeds from the issue of subordinated debt	5,000,000	6,234,000	(20.53)	5,000,000	6,234,000	(20.53)	5,000,000	6,234,000	(20.53)	5,000,000	6,234,000	(20.53)
Repayment of subordinated debt	(743,480)	(574,496)	(29.46)	(743,480)	(574,496)	(29.46)	(743,480)	(574,496)	(29.46)	(743,480)	(574,496)	(29.46)
Interest paid on subordinated debt	(107,443)	(129,885)	(16.58)	(107,443)	(129,885)	(16.58)	(107,443)	(129,885)	(16.58)	(107,443)	(129,885)	(16.58)
Dividend paid to non-controlling interest	(287,067)	(436,276)	(51.27)	(287,067)	(436,276)	(51.27)	(287,067)	(436,276)	(51			

SEYLAN BANK PLC

FINANCIAL STATEMENTS

Six months ended 30th June, 2019



SEGMENT REPORTING - GROUP

(Amount in Rupees Thousands)

	BANKING		TREASURY		PROPERTY/INVESTMENTS		UNALLOCATED/ELIMINATIONS		TOTAL	
	30.06.2019	30.06.2018 (Restated)	30.06.2019	30.06.2018 (Restated)	30.06.2019	30.06.2018 (Restated)	30.06.2019	30.06.2018 (Restated)	30.06.2019	30.06.2018 (Restated)
Interest Income	22,390,602	19,149,326	9,646,249	2,989,956	14,496	32,222	1,329,786	1,117,996	27,381,133	23,289,500
Interest Expense	16,032,041	12,706,562	2,444,552	1,925,079	365	829	4,176	(30,543)	18,461,134	14,601,927
Net Interest Income	6,358,561	6,442,764	7,201,697	1,064,877	14,131	31,393	1,325,610	1,148,539	8,919,999	8,687,573
Fee and Commission Income	2,056,772	2,047,737	-	264	-	-	731	47	2,057,503	2,048,048
Fee and Commission Expense	93,126	77,103	11,142	15,492	2,390	2,018	-	-	106,558	94,613
Net Fee and Commission Income	1,963,646	1,970,634	(11,142)	(15,228)	(2,390)	(2,018)	731	47	1,950,845	1,953,435
Net gains/(losses) from Trading/Net fair value gains/(losses) from Financial Instruments at Fair Value through Profit or Loss	-	-	(632,257)	116,041	(481)	(995)	-	-	(632,738)	115,046
Net Gains/(Losses) from Derecognition of Financial Assets at Fair Value through Other Comprehensive Income	-	-	150,498	35,532	-	-	-	-	150,498	35,532
Net Other Operating Income	(647,884)	(254,390)	1,892,272	476,515	148,085	136,282	(203,949)	59,656	1,188,524	418,063
Inter Segment Revenue	(79,873)	(119,222)	39,893	82,159	-	-	39,890	37,063	-	-
Total Operating Income	7,594,450	8,039,786	2,640,961	1,759,896	159,345	164,662	1,162,372	1,245,305	11,557,128	11,209,649
Depreciation and Amortisation Charge	419,920	216,803	1,953	1,048	456	438	306,659	173,038	729,188	391,327
Impairment Charge for the Period	1,707,181	2,240,541	20,954	(10,118)	(16)	-	-	(1,505)	1,728,119	2,228,918
Operating Expenses - VAT, NBT & DRL	4,722,291	4,498,888	1,201,455	717,441	39,435	38,434	1,013,733	1,147,120	6,976,914	6,401,883
Reportable Segment Profit Before Income Tax	745,058	1,083,554	1,416,599	1,051,525	119,470	125,790	(158,220)	(73,348)	2,122,907	2,187,521
Income Tax Expense	-	-	-	-	-	-	-	-	641,931	683,807
Profit For the Period	-	-	-	-	-	-	-	-	1,480,976	1,503,714
Profit Attributable To:										
Equity Holders of The Bank									1,464,773	1,486,297
Non-Controlling Interests									16,203	17,417
Profit For the Period									1,480,976	1,503,714
Other Comprehensive Income, Net of Income Tax									1,574,971	68,113
Other Information										
Total Assets	335,099,097	298,315,310	120,484,099	106,220,123	5,647,121	5,482,815	23,650,781	20,658,086	484,851,098	430,676,334
Total Liabilities & Equity	392,080,733	341,174,157	58,493,258	57,709,024	5,647,121	5,482,815	28,629,966	26,310,320	484,851,098	430,676,334
Cash Flows from Operating Activities	(5,604,334)	(6,541,786)	1,418,552	1,028,470	96,087	102,132	339,949	1,184,240	(3,749,746)	(4,226,944)
Cash Flows from Investing Activities	(274,398)	518,425	8,744,406	7,689,463	(60,825)	(958,015)	117,369	188,733	8,526,752	7,438,606
Cash Flows from Financing Activities	-	-	4,149,077	3,533,621	(147,965)	(133,168)	(219,127)	(393,478)	3,781,985	3,006,975
Capital Expenditure	(232,717)	(225,465)	(5,261)	(2,074)	(1,973)	(7,872)	(63,711)	(126,758)	(303,662)	(362,169)

STATEMENT OF CHANGES IN EQUITY - BANK

(Amount in Rupees Thousands)

For the 06 Months ended 30th June	Stated Capital		Statutory Reserve Fund	Retained Earnings	Other Reserves			Total	
	Ordinary Shares	Ordinary Shares - Voting			Revaluation Reserve	FVOCI Reserve	Other Reserves		Total
1 Balance as at 01st January 2018	7,319,076	3,909,193	1,609,484	17,178,024	1,242,493	945,408	2,002,245	34,205,923	
Adjustment on Initial Application of SLFRS 9, net of tax	-	-	-	(155,362)	-	(1,570,187)	-	(1,725,549)	
2 Restated Balance as at 01st January 2018	7,319,076	3,909,193	1,609,484	17,022,662	1,242,493	(624,779)	2,002,245	32,480,374	
Total Comprehensive Income for the Period	-	-	-	1,516,887	-	-	-	1,516,887	
Other Comprehensive Income (net of tax)	-	-	-	-	-	(125,642)	-	(125,642)	
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(125,642)	-	(125,642)	
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	184,020	-	184,020	
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	9,735	9,735	
3 Total Comprehensive Income for the Period	-	-	-	1,516,887	-	58,378	9,735	1,585,000	
Transactions with Equity Holders, Recognized Directly in Equity	-	-	-	-	-	-	-	-	
Cash/Script Dividends to Equity Holders	404,131	393,395	-	(1,240,596)	-	-	-	(443,070)	
Reversal of Revaluation Reserve on Disposed Property, Plant and Equipment	-	-	-	376,202	(376,202)	-	-	-	
Transferred from Investment Fund Reserve	-	-	-	4,363	-	-	(4,363)	-	
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	238,585	-	(238,585)	-	-	
4 Total Transactions with Equity Holders	404,131	393,395	-	(621,446)	(376,202)	(238,585)	(4,363)	(443,070)	
Balance as at 30th June 2018 (2+3+4)	7,723,207	4,302,588	1,609,484	17,918,103	866,291	(804,966)	2,007,617	33,622,304	
1 Balance as at 01st January 2019	7,723,207	4,302,588	1,768,944	19,798,647	866,290	(1,879,301)	2,029,424	34,609,799	
Total Comprehensive Income for the Period	-	-	-	1,530,365	-	-	-	1,530,365	
Other Comprehensive Income (net of tax)	-	-	-	-	-	1,503,498	-	1,503,498	
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	1,503,498	-	1,503,498	
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	115,012	-	115,012	
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	(48,197)	(48,197)	
2 Total Comprehensive Income for the Period	-	-	-	1,530,365	-	1,618,510	(48,197)	3,100,678	
Transactions with Equity Holders, Recognized Directly in Equity	-	-	-	-	-	-	-	-	
Cash/Script Dividends to Equity Holders	316,659	313,031	-	(915,248)	-	-	-	(285,558)	
Transferred from Investment Fund Reserve	-	-	-	4,364	-	-	(4,364)	-	
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	253,062	-	(253,062)	-	-	
3 Total Transactions with Equity Holders	316,659	313,031	-	(657,822)	-	(253,062)	(4,364)	(285,558)	
Balance as at 30th June 2019 (1+2+3)	8,039,866	4,615,619	1,768,944	20,671,190	866,290	(513,853)	1,976,863	37,424,919	
* Statutory Reserve Fund represents the statutory requirement in terms of the Section 20(1) and (2) of the Banking Act No. 30 of 1988 (5% of net profit after tax).									
** FVOCI Reserve - Fair Value through Other Comprehensive Income Reserve									

STATEMENT OF CHANGES IN EQUITY - GROUP

(Amount in Rupees Thousands)

For the 06 Months ended 30th June	Stated Capital		Statutory Reserve Fund	Retained Earnings	Other Reserves			Total	Non-Controlling Interests	Total Equity	
	Ordinary Shares	Ordinary Shares - Voting			Revaluation Reserve	FVOCI Reserve	Other Reserves				Total
1 Balance as at 01st January 2018	7,319,076	3,909,193	1,609,484	17,818,539	1,967,727	945,496	2,257,458	35,826,973	1,213,666	37,040,639	
Adjustment on Initial Application of SLFRS 9, net of tax	-	-	-	(121,806)	-	(1,603,743)	-	(1,725,549)	-	(1,725,549)	
2 Restated Balance as at 01st January 2018	7,319,076	3,909,193	1,609,484	17,696,733	1,967,727	(658,247)	2,257,458	34,101,424	1,213,666	35,315,090	
Total Comprehensive Income for the Period	-	-	-	1,486,297	-	-	-	1,486,297	17,417	1,503,714	
Other Comprehensive Income (net of tax)	-	-	-	-	-	(125,642)	-	(125,642)	-	(125,642)	
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	(125,642)	-	(125,642)	-	(125,642)	
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	184,020	-	184,020	-	184,020	
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	9,735	9,735	-	9,735	
3 Total Comprehensive Income for the Period	-	-	-	1,486,297	-	58,378	9,735	1,554,410	17,417	1,571,827	
Transactions with Equity Holders, Recognized Directly in Equity	-	-	-	-	-	-	-	-	-	-	
Cash/Script Dividends to Equity Holders	404,131	393,395	-	(1,240,596)	-	-	-	(443,070)	(39,271)	(482,341)	
Reversal of Revaluation Reserve on Disposed Property, Plant and Equipment	-	-	-	376,202	(376,202)	-	-	-	-	-	
Transferred from Investment Fund Reserve	-	-	-	4,363	-	-	(4,363)	-	-	-	
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	238,585	-	(238,585)	-	-	-	-	
4 Total Transactions with Equity Holders	404,131	393,395	-	(621,446)	(376,202)	(238,585)	(4,363)	(443,070)	(39,271)	(482,341)	
Balance as at 30th June 2018 (2+3+4)	7,723,207	4,302,588	1,609,484	18,561,584	1,591,525	(838,454)	2,262,830	35,212,764	1,191,812	36,404,576	
1 Balance as at 01st January 2019	7,723,207	4,302,588	1,768,944	20,419,229	1,662,627	(1,914,326)	2,284,637	36,246,906	1,216,457	37,463,363	
Total Comprehensive Income for the Period	-	-	-	1,464,773	-	-	-	1,464,773	16,203	1,480,976	
Other Comprehensive Income (net of tax)	-	-	-	-	-	1,506,782	-	1,506,782	1,374	1,508,156	
- Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	1,506,782	-	1,506,782	1,374	1,508,156	
- Net Gains/(Losses) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	115,012	-	115,012	-	115,012	
- Net Movement of Cash Flow Hedge Reserve	-	-	-	-	-	-	(48,197)	(48,197)	-	(48,197)	
2 Total Comprehensive Income for the Period	-	-	-	1,464,773	-	1,621,794	(48,197)	3,038,370	17,577	3,056,947	
Transactions with Equity Holders, Recognized Directly in Equity	-	-	-	-	-	-	-	-	-	-	
Cash/Script Dividends to Equity Holders	316,659	313,031	-	(915,248)	-	-	-	(285,558)	(43,635)	(329,193)	
Transferred from Investment Fund Reserve	-	-	-	4,364	-	-	(4,364)	-	-	-	
Net Gain on Disposal of Equity Investments measured at Fair Value through Other Comprehensive Income	-	-	-	253,062	-	(253,062)	-	-	-	-	
3 Total Transactions with Equity Holders	316,659	313,031	-	(657,822)	-	(253,062)	(4,364)	(285,558)	(43,635)	(329,193)	
Balance as at 30th June 2019 (1+2+3)	8,039,866	4,615,619	1,768,944	21,226,180	1,662,627	(545,594)	2,232,076	38,999,718	1,190,399	40,190,117	
* Statutory Reserve Fund represents the statutory requirement in terms of the Section 20(1) and (2) of the Banking Act No. 30 of 1988 (5% of net profit after tax).											
** FVOCI Reserve - Fair Value through Other Comprehensive Income Reserve											

EXPLANATORY NOTES

- General**
 The Financial Statements of the Bank and Group have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRS/LKAS) 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 except the initial adoption of SLFRS 16 - Leases on 1 January 2019.
 SLFRS 16 requires recognizing lease liabilities and right-of-use assets for certain leases classified as operating leases under LKAS 17 Leases (Previous Standard).
 Interim Financial Statements for the quarter ended 30/06/2018 have been restated by incorporating the impact on adopting SLFRS 9 on 1 January 2018. The Bank has previously prepared Interim Financial Statements for the quarter ended 30/06/2018 based on "LKAS 39 - Financial Instruments: Recognition and Measurement" as permitted by the Statement of Alternative Treatment (SoAT), on the figures in the "Interim Financial Statements" issued by CA Sri Lanka.
 The Interim Financial Statements of the Bank and the Group have been prepared & presented in accordance with the Sri Lanka Accounting Standards (LKAS/SLFRS) and provide necessary disclosure to comply with LKAS 34, Interim Financial Reporting.
 The group financial statements comprise a consolidation of the Financial Statements of the Company and its subsidiary Seylan Developments PLC (70.51%).
- Information on Ordinary Shares**

Market Price (Rs.)	30/06/2019		30/06/2018	
	Voting	Non-Voting	Voting	Non-Voting
Market Price Per Share				