



Seylan Bank PLC

Interim Financial Statements
For the 06 Months Ended 30th June 2020

Seylan Bank records a Rs. 1.6Bn Profit after Tax (PAT) for the first half of 2020

Seylan Bank recorded Profits after Tax of Rs. 1,651 Million for the 6 months ended 30th June 2020 against the Rs. 1,523 Million reported in the corresponding period of 2019 despite of challenging market conditions and COVID 19 impact prevailing in the country.

Net Interest income increased from Rs 8,742 Million to Rs 9,342 Million, a 6.86% increase for the 6 months ended 30th June 2020. The Bank's net fee based income decreased by 16.76% from Rs 1,953 Million to Rs 1,626 Million during 1H 2020 mainly due to decrease in income related to guarantees, Debit & Credit Cards, Trade Finance & Remittances.

Other income captions comprising of net gains from trading activities, fair value changes of financial Assets, gains on foreign exchange transactions and other operating income increased by 61.71 % a net gain from Rs 762 Million in 2019 to a net gain of Rs1,233 Million during 1H 2020.

Total Expenses recorded a slight increase of 1.65 % from 6,268 Million in the 1H of the previous year to Rs.6,371 Million for the 6 months ended 30th June 2020. This is due to increase in personal expenses as a result of the salary revision partly offset by reduction in overhead expenses. Further bank is also engaged in many cost initiative projects in order to minimize and control the cost over a period of time.

The Bank reported net advances of Rs 378,550 Million during the period under review which is a slight degrowth from December 2019. This is mainly due to decrease in overdraft and factoring which was partly set off by increase in refinance loans, lease rental receivables, import & export related loans etc. The NPA ratio is recorded at 6.81% during the period.

Its overall deposit base increased from Rs 400,731 Million in December 2019 to Rs 410,918 Million in 1H 2020. The Bank's CASA ratio (Current and Savings) stood at 29.47%.

Overall, as a result of the performance during the six months, Bank's Earnings Per Share (EPS) stood at Rs 3.19. The Bank recorded a Return (profit before tax) on Average Assets (ROAA) of 0.90 % and Return on Equity (ROE) of 7.20 %. The Bank's Net Asset Value per share as at 30th June 2020 was Rs 91.33 (Group Rs 94.61).

Seylan Bank remained soundly capitalized, with the key capital adequacy ratios well above the regulatory minimum requirements and recorded 11.06% as total Tier 1 capital ratio and 14.24% as the total capital ratio.

Seylan Bank rating was revised upwards to 'A(Ika)' by Fitch Ratings with a 'Stable' outlook

Seylan Bank PLC
Income Statement

(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in Rupees Thousands)

| | Bank | | | Bank | | |
|---|---------------------------------------|--------------------|-------------|------------------------------------|--------------------|-------------|
| | For the Six Months Ended 30th June | | | For the Quarter Ended 30th June | | |
| | 2020 (Audited) | 2019 (Restated) | Growth % | 2020 | 2019 (Restated) | Growth % |
| Interest Income | 26,973,888 | 27,377,520 | (1.47) | 13,257,919 | 13,749,680 | (3.58) |
| Less: Interest Expenses | 17,631,915 | 18,635,187 | (5.38) | 8,617,364 | 9,389,686 | (8.23) |
| Net Interest Income | 9,341,973 | 8,742,333 | 6.86 | 4,640,555 | 4,359,994 | 6.43 |
| Fee and Commission Income | 1,726,807 | 2,057,685 | (16.08) | 680,319 | 1,037,396 | (34.42) |
| Less: Fee and Commission Expenses | 100,704 | 104,268 | (3.42) | 39,908 | 50,346 | (20.73) |
| Net Fee and Commission Income | 1,626,103 | 1,953,417 | (16.76) | 640,411 | 987,050 | (35.12) |
| Net Gains/(Losses) from Trading | 213,880 | (632,257) | 133.83 | 204,073 | (10,515) | 2,040.78 |
| Net Gains from Derecognition of Financial Assets | 370,638 | 150,498 | 146.27 | 301,086 | 94,449 | 218.78 |
| Net Operating Income | 648,419 | 1,244,185 | (47.88) | 312,531 | 310,252 | 0.73 |
| Total Operating Income | 12,201,013 | 11,458,176 | 6.48 | 6,098,656 | 5,741,230 | 6.23 |
| Impairment Charges | 2,660,337 | 1,728,135 | 53.94 | 1,544,271 | 1,138,899 | 35.59 |
| Net Operating Income | 9,540,676 | 9,730,041 | (1.95) | 4,554,385 | 4,602,331 | (1.04) |
| Less : Operating Expenses | | | | | | |
| Personnel Expenses | 3,481,769 | 3,178,306 | 9.55 | 1,721,370 | 1,608,111 | 7.04 |
| Depreciation and Amortization Expenses | 722,076 | 633,181 | 14.04 | 357,589 | 320,800 | 11.47 |
| Other Expenses | 2,167,151 | 2,456,111 | (11.76) | 1,030,661 | 1,240,673 | (16.93) |
| Total Operating Expenses | 6,370,996 | 6,267,598 | 1.65 | 3,109,620 | 3,169,584 | (1.89) |
| Operating Profit before Taxes | 3,169,680 | 3,462,443 | (8.46) | 1,444,765 | 1,432,747 | 0.84 |
| Less : Value Added Tax on Financial Services | 837,310 | 784,807 | 6.69 | 382,702 | 358,207 | 6.84 |
| Less : Nation Building Tax on Financial Services | - | 104,641 | (100.00) | - | 47,645 | (100.00) |
| Less: Debt Repayment Levy | - | 459,876 | (100.00) | - | 209,775 | (100.00) |
| Profit before Income Tax | 2,332,370 | 2,113,119 | 10.38 | 1,062,063 | 817,120 | 29.98 |
| Less: Income Tax Expense | 681,055 | 590,278 | 15.38 | 312,666 | 189,881 | 64.66 |
| Profit for the Period | 1,651,315 | 1,522,841 | 8.44 | 749,397 | 627,239 | 19.48 |
| Basic/Diluted Earnings per Ordinary Share (in Rupees) | 3.19 | 3.68 | (13.32) | 1.45 | 1.52 | (4.61) |

Seylan Bank PLC

Statement of Profit or Loss and Other Comprehensive Income

(In terms of Rule 7.4 of the Colombo Stock Exchange)

| | (Amounts in Rupees Thousands) | | | | | |
|---|---------------------------------------|--------------------|-------------|------------------------------------|--------------------|-------------|
| | Bank | | | Bank | | |
| | For the Six Months Ended 30th June | | | For the Quarter Ended 30th June | | |
| | 2020 (Audited) | 2019 (Restated) | Growth % | 2020 | 2019 (Restated) | Growth % |
| Profit for the Period | 1,651,315 | 1,522,841 | 8.44 | 749,397 | 627,239 | 19.48 |
| Other Comprehensive Income/ (Loss), Net of Tax | | | | | | |
| Items that will be Reclassified to Income Statement in Subsequent Periods | | | | | | |
| Net Movement of Cash Flow Hedge Reserve | 2,782 | (48,197) | 105.77 | 27,028 | (18,239) | 248.19 |
| Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income | 2,685,742 | 2,088,192 | 28.62 | 2,263,842 | 1,183,444 | 91.29 |
| Less: Deferred Tax effect relating to items that will be Reclassified to Income Statement | 752,008 | 584,694 | 28.62 | 633,876 | 331,364 | 91.29 |
| Items that will not 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 | (12,995) | 115,012 | (111.30) | 12,529 | 42,619 | (70.60) |
| Less: Deferred Tax effect relating to items that will not be Reclassified to Income Statement | 477,170 | - | 100.00 | 477,170 | - | 100.00 |
| Other comprehensive income/ (loss) for the period, net of taxes | 1,446,351 | 1,570,313 | (7.89) | 1,192,353 | 876,460 | 36.04 |
| Total Comprehensive Income for the Period | 3,097,666 | 3,093,154 | 0.15 | 1,941,750 | 1,503,699 | 29.13 |

Seylan Bank PLC
Income Statement

(In terms of Rule 7.4 of the Colombo Stock Exchange)

| | Group | | | Group | | |
|---|---------------------------------------|--------------------|-------------|------------------------------------|--------------------|-------------|
| | For the Six Months Ended 30th June | | | For the Quarter Ended 30th June | | |
| | 2020 | 2019 (Restated) | Growth % | 2020 | 2019 (Restated) | Growth % |
| Interest Income | 26,977,613 | 27,381,133 | (1.47) | 13,259,828 | 13,751,351 | (3.57) |
| Less: Interest Expenses | 17,478,288 | 18,483,382 | (5.44) | 8,540,365 | 9,314,546 | (8.31) |
| Net Interest Income | 9,499,325 | 8,897,751 | 6.76 | 4,719,463 | 4,436,805 | 6.37 |
| Fee and Commission Income | 1,726,780 | 2,057,503 | (16.07) | 680,315 | 1,037,217 | (34.41) |
| Less: Fee and Commission Expenses | 101,080 | 104,268 | (3.06) | 40,284 | 50,346 | (19.99) |
| Net Fee and Commission Income | 1,625,700 | 1,953,235 | (16.77) | 640,031 | 986,871 | (35.15) |
| Net Gains/(Losses) from Trading | 212,770 | (632,738) | 133.63 | 206,198 | (10,410) | 2,080.77 |
| Net Gains from Derecognition of Financial Assets | 370,638 | 150,498 | 146.27 | 301,086 | 94,449 | 218.78 |
| Net Operating Income | 564,749 | 1,188,524 | (52.48) | 213,540 | 327,550 | (34.81) |
| Total Operating Income | 12,273,182 | 11,557,270 | 6.19 | 6,080,318 | 5,835,265 | 4.20 |
| Impairment Charges | 2,660,337 | 1,728,119 | 53.94 | 1,544,271 | 1,138,899 | 35.59 |
| Net Operating Income | 9,612,845 | 9,829,151 | (2.20) | 4,536,047 | 4,696,366 | (3.41) |
| Less : Operating Expenses | | | | | | |
| Personnel Expenses | 3,500,572 | 3,196,497 | 9.51 | 1,730,665 | 1,617,066 | 7.03 |
| Depreciation and Amortization Expenses | 740,428 | 643,480 | 15.07 | 367,278 | 326,000 | 12.66 |
| Other Expenses | 2,192,640 | 2,479,356 | (11.56) | 1,041,703 | 1,251,673 | (16.78) |
| Total Operating Expenses | 6,433,640 | 6,319,333 | 1.81 | 3,139,646 | 3,194,739 | (1.72) |
| Operating Profit before Taxes | 3,179,205 | 3,509,818 | (9.42) | 1,396,401 | 1,501,627 | (7.01) |
| Less : Value Added Tax on Financial Services | 837,310 | 784,807 | 6.69 | 382,702 | 358,207 | 6.84 |
| Less : Nation Building Tax on Financial Services | - | 104,641 | (100.00) | - | 47,645 | (100.00) |
| Less: Debt Repayment Levy | - | 459,876 | (100.00) | - | 209,775 | (100.00) |
| Profit before Income Tax | 2,341,895 | 2,160,494 | 8.40 | 1,013,699 | 886,000 | 14.41 |
| Less: Income Tax Expense | 731,394 | 640,178 | 14.25 | 329,143 | 208,855 | 57.59 |
| Profit for the Period | 1,610,501 | 1,520,316 | 5.93 | 684,556 | 677,145 | 1.09 |
| Profit Attributable to : | | | | | | |
| Equity Holders of the Bank | 1,588,693 | 1,490,293 | 6.60 | 669,834 | 662,428 | 1.12 |
| Non-Controlling Interest | 21,808 | 30,023 | (27.36) | 14,722 | 14,717 | 0.03 |
| Profit for the period | 1,610,501 | 1,520,316 | 5.93 | 684,556 | 677,145 | 1.09 |
| Basic/Diluted Earnings per Ordinary Share (in Rupees) | 3.07 | 3.60 | (14.72) | 1.30 | 1.60 | (18.75) |

Seylan Bank PLC

Statement of Profit or Loss and Other Comprehensive Income

(In terms of Rule 7.4 of the Colombo Stock Exchange)

| | (Amounts in Rupees Thousands) | | | | | |
|--|---------------------------------------|--------------------|---------------|------------------------------------|--------------------|--------------|
| | Group | | | Group | | |
| | For the Six Months Ended 30th June | | | For the Quarter Ended 30th June | | |
| | 2020 | 2019 (Restated) | Growth % | 2020 | 2019 (Restated) | Growth % |
| Profit for the Period | 1,610,501 | 1,520,316 | 5.93 | 684,556 | 677,145 | 1.09 |
| Other Comprehensive Income/ (Loss), Net of Tax Items that will be Reclassified to Income Statement in Subsequent Periods | | | | | | |
| Net Movement of Cash Flow Hedge Reserve | 2,782 | (48,197) | 105.77 | 27,028 | (18,239) | 248.19 |
| Net Gains/(Losses) on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income | 2,689,434 | 2,092,850 | 28.51 | 2,267,251 | 1,186,801 | 91.04 |
| Less: Deferred Tax effect relating to items that will be Reclassified to Income Statement | 752,376 | 584,694 | 28.68 | 634,216 | 331,364 | 91.40 |
| Items that will not 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 | (12,995) | 115,012 | (111.30) | 12,529 | 42,619 | (70.60) |
| Less: Deferred Tax effect relating to items that will not be Reclassified to Income Statement | 477,170 | - | 100.00 | 477,170 | - | 100.00 |
| Other Comprehensive Income/(Loss) for the Period, Net of Taxes | 1,449,675 | 1,574,971 | (7.96) | 1,195,422 | 879,817 | 35.87 |
| Total Comprehensive Income for the Period | 3,060,176 | 3,095,287 | (1.13) | 1,879,978 | 1,556,962 | 20.75 |
| Total Comprehensive Attributable to : | | | | | | |
| Equity Holders of the Bank | 3,037,388 | 3,063,890 | (0.86) | 1,864,351 | 1,541,255 | 20.96 |
| Non-Controlling Interest | 22,788 | 31,397 | (27.42) | 15,627 | 15,707 | (0.51) |
| Total Comprehensive Income for the Period | 3,060,176 | 3,095,287 | (1.13) | 1,879,978 | 1,556,962 | 20.75 |

Seylan Bank PLC
Statement of Financial Position
(In terms of Rule 7.4 of the Colombo Stock Exchange)

(Amounts in Rupees Thousands)

| | Bank | | | Group | | |
|--|-------------------------|-------------------------|-------------|-------------------------|-------------------------|-------------|
| | As at | As at | Growth | As at | As at | Growth |
| | 30.06.2020 (Audited) | 31.12.2019 (Audited) | % | 30.06.2020 (Audited) | 31.12.2019 (Audited) | % |
| Assets | | | | | | |
| Cash and Cash Equivalents | 12,048,430 | 11,758,729 | 2.46 | 12,048,470 | 11,758,769 | 2.46 |
| Balances with Central Bank of Sri Lanka | 7,012,350 | 14,458,970 | (51.50) | 7,012,350 | 14,458,970 | (51.50) |
| Placements with Banks and Finance Companies | 6,596,919 | 1,173,278 | 462.26 | 6,596,919 | 1,173,278 | 462.26 |
| Derivative Financial Instruments | 148,825 | 134,756 | 10.44 | 148,825 | 134,756 | 10.44 |
| Financial Assets recognized through Profit or Loss | | | | | | |
| - Measured at fair value | 2,205,980 | 7,118,016 | (69.01) | 2,211,725 | 7,124,752 | (68.96) |
| - Designated at fair value | - | - | - | - | - | - |
| Financial Assets at Amortized Cost | | | | | | |
| - Loans and Advances | 378,549,997 | 379,259,064 | (0.19) | 378,549,997 | 379,259,064 | (0.19) |
| - Debt and Other Instruments | 43,211,107 | 27,038,743 | 59.81 | 43,211,107 | 27,038,743 | 59.81 |
| Financial Assets measured at Fair Value through Other Comprehensive Income | 57,427,546 | 55,591,526 | 3.30 | 57,485,190 | 55,645,538 | 3.31 |
| Investment in Subsidiary | 1,153,602 | 1,153,602 | - | - | - | - |
| Group Balances Receivable | 154,765 | 40,000 | 286.91 | - | - | - |
| Property, Plant & Equipment | 4,160,050 | 4,347,933 | (4.32) | 6,884,926 | 7,088,440 | (2.87) |
| Leasehold Rights | 35,561 | 36,534 | (2.66) | 557,937 | 562,635 | (0.83) |
| Right-of-use Assets | 4,286,375 | 4,457,472 | (3.84) | 1,517,180 | 1,667,714 | (9.03) |
| Investment Properties | - | - | - | 855,561 | 853,157 | 0.28 |
| Intangible Assets | 552,605 | 607,267 | (9.00) | 552,605 | 607,267 | (9.00) |
| Other Assets | 8,578,168 | 9,118,297 | (5.92) | 8,614,711 | 9,158,186 | (5.93) |
| Total Assets | 526,122,280 | 516,294,187 | 1.90 | 526,247,503 | 516,531,269 | 1.88 |
| Liabilities | | | | | | |
| Due to Banks | 25,862,672 | 28,769,629 | (10.10) | 25,862,672 | 28,769,629 | (10.10) |
| Derivative Financial Instruments | 117,591 | 222,978 | (47.26) | 117,591 | 222,978 | (47.26) |
| Financial Liabilities at Amortized Cost | | | | | | |
| - Due to Depositors | 410,918,570 | 400,731,358 | 2.54 | 410,918,570 | 400,731,358 | 2.54 |
| - Due to Debt Securities Holders | 7,194,742 | 8,425,884 | (14.61) | 7,194,742 | 8,425,884 | (14.61) |
| - Due to Other Borrowers | 18,291 | 23,407 | (21.86) | 18,291 | 23,407 | (21.86) |
| Group Balances Payable | 318,434 | 200,969 | 58.45 | - | - | - |
| Debt Securities Issued | 19,593,980 | 19,870,944 | (1.39) | 19,593,980 | 19,870,944 | (1.39) |
| Current Tax Liabilities | 309,261 | 525,389 | (41.14) | 280,229 | 490,699 | (42.89) |
| Deferred Tax Liabilities | 1,906,969 | 725,326 | 162.91 | 2,173,865 | 947,225 | 129.50 |
| Lease Liabilities | 4,274,942 | 4,351,632 | (1.76) | 1,431,097 | 1,507,618 | (5.08) |
| Other Liabilities | 8,385,512 | 7,819,397 | 7.24 | 8,503,858 | 7,897,473 | 7.68 |
| Total Liabilities | 478,900,964 | 471,666,913 | 1.53 | 476,094,895 | 468,887,215 | 1.54 |
| Equity | | | | | | |
| Stated Capital | 17,548,347 | 17,044,724 | 2.95 | 17,548,347 | 17,044,724 | 2.95 |
| Statutory Reserve Fund | 1,952,957 | 1,952,957 | - | 1,952,957 | 1,952,957 | - |
| Fair Value through Other Comprehensive Income Reserve | 1,429,658 | (14,219) | 10,154.56 | 1,401,620 | (44,601) | 3,242.58 |
| Retained Earnings | 23,746,366 | 22,823,239 | 4.04 | 24,354,689 | 23,494,184 | 3.66 |
| Other Reserves | 2,543,988 | 2,820,573 | (9.81) | 3,655,617 | 3,932,202 | (7.03) |
| Total Shareholders' Equity | 47,221,316 | 44,627,274 | 5.81 | 48,913,230 | 46,379,466 | 5.46 |
| Non - Controlling Interest | - | - | - | 1,239,378 | 1,264,588 | (1.99) |
| Total Equity | 47,221,316 | 44,627,274 | 5.81 | 50,152,608 | 47,644,054 | 5.27 |
| Total Equity & Liabilities | 526,122,280 | 516,294,187 | 1.90 | 526,247,503 | 516,531,269 | 1.88 |
| Contingent Liabilities and Commitments | 156,740,632 | 150,147,271 | 4.39 | 156,777,180 | 150,189,462 | 4.39 |
| <i>Memorandum Information</i> | | | | | | |
| Number of Employees | 3,301 | 3,360 | (1.76) | 3,322 | 3,381 | (1.75) |
| Number of Banking Centres | 172 | 173 | (0.58) | 172 | 173 | (0.58) |
| Net Assets Value per Ordinary Share (Rs.) | 91.33 | 88.61 | 3.07 | 94.61 | 92.09 | 2.74 |

Certification:

We the undersigned, being the Chairman, Director/ Chief Executive Officer and Chief Financial Officer of Seylan Bank PLC certify that,

- The above statements 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 - LKAS 34 - Interim Financial Reporting.
- The information contained in these statements have been extracted from the un-audited financial statements of the Bank & its Subsidiary unless indicated as audited, which have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

Champika Dodanwela (Ms.)
Chief Financial Officer

(Sgd.)

W.M.R.S.Dias
Chairman
July 29,2020
Colombo

(Sgd.)

Kapila Ariyaratne
Director/Chief Executive Officer

Seylan Bank PLC
Statement of Changes in Equity
For the Six Months ended 30th June - Bank

(Amounts in Rupees Thousands)

| | Stated Capital | | Statutory Reserve Fund * | Retained Earnings | Other Reserves | | | Total |
|---|--------------------------|------------------------------|--------------------------|-------------------|---------------------|------------------|------------------|-------------------|
| | Ordinary Shares - Voting | Ordinary Shares - Non Voting | | | Revaluation Reserve | FVOCI Reserve ** | Other Reserves | |
| 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 | | | | | | | | |
| Profit for the Period (Restated) | - | - | - | 1,522,841 | - | - | - | 1,522,841 |
| Other Comprehensive Income (net of tax) | | | | | | | | |
| - Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income | - | - | - | - | - | 1,503,498 | - | 1,503,498 |
| - Change in Fair Value 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 | - | - | - | 1,522,841 | - | 1,618,510 | (48,197) | 3,093,154 |
| Transactions with Equity Holders , Recognized Directly In Equity | | | | | | | | |
| Cash/Scrip 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 | 20,663,666 | 866,290 | (513,853) | 1,976,863 | 37,417,395 |
| 1 Balance as at 01st January 2020 | 10,884,710 | 6,160,014 | 1,952,957 | 22,823,239 | 858,312 | (14,219) | 1,962,261 | 44,627,274 |
| Total Comprehensive Income for the Period | | | | | | | | |
| Profit for the Period | - | - | - | 1,651,315 | - | - | - | 1,651,315 |
| Other Comprehensive Income (net of tax) | | | | | | | | |
| - Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income | - | - | - | - | - | 1,933,734 | - | 1,933,734 |
| - Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income | - | - | - | - | - | (490,165) | - | (490,165) |
| - Net Movement of Cash Flow Hedge Reserve | - | - | - | - | - | - | 2,782 | 2,782 |
| 2 Total Comprehensive Income for the Period | - | - | - | 1,651,315 | - | 1,443,569 | 2,782 | 3,097,666 |
| Transactions with Equity Holders , Recognized Directly In Equity | | | | | | | | |
| Cash/Scrip Dividends to Equity Holders | 251,477 | 252,146 | - | (1,007,247) | - | - | - | (503,624) |
| Transferred from Investment Fund Reserve | - | - | - | 279,367 | - | - | (279,367) | - |
| Net Loss on Reclassification of Debt Investments measured at Fair Value through Other Comprehensive Income | - | - | - | (308) | - | 308 | - | - |
| 3 Total Transactions with Equity Holders | 251,477 | 252,146 | - | (728,188) | - | 308 | (279,367) | (503,624) |
| Balance as at 30th June 2020 (1 + 2 + 3) | 11,136,187 | 6,412,160 | 1,952,957 | 23,746,366 | 858,312 | 1,429,658 | 1,685,676 | 47,221,316 |

* 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.

Seylan Bank PLC
Statement of Changes in Equity
For the Six Months ended 30th June - Group

(Amounts in Rupees Thousands)

| | Stated Capital | | Statutory Reserve Fund * | Retained Earnings | Other Reserves | | | Total | Non-Controlling Interest | Total Equity |
|---|--------------------------|------------------------------|--------------------------|-------------------|---------------------|------------------|----------------|------------|--------------------------|--------------|
| | Ordinary Shares - Voting | Ordinary Shares - Non Voting | | | Revaluation Reserve | FVOCI Reserve ** | Other Reserves | | | |
| 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 | | | | | | | | | | |
| Profit for the Period (Restated) | - | - | - | 1,490,293 | - | - | - | 1,490,293 | 30,023 | 1,520,316 |
| Other Comprehensive Income (net of tax) | | | | | | | | | | |
| - Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income | - | - | - | - | - | 1,506,782 | - | 1,506,782 | 1,374 | 1,508,156 |
| - Change in Fair Value 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 | - | - | - | 1,490,293 | - | 1,621,794 | (48,197) | 3,063,890 | 31,397 | 3,095,287 |
| Transactions with Equity Holders , Recognized Directly In Equity | | | | | | | | | | |
| Cash/Scrip 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 | 21,251,700 | 1,662,627 | (545,594) | 2,232,076 | 39,025,238 | 1,204,219 | 40,229,457 |
| 1 Balance as at 01st January 2020 | 10,884,710 | 6,160,014 | 1,952,957 | 23,494,184 | 1,714,728 | (44,601) | 2,217,474 | 46,379,466 | 1,264,588 | 47,644,054 |
| Total Comprehensive Income for the Period | | | | | | | | | | |
| Profit for the Period | - | - | - | 1,588,693 | - | - | - | 1,588,693 | 21,808 | 1,610,501 |
| Other Comprehensive Income (net of tax) | | | | | | | | | | |
| - Net Gains on Investments in Debt Instruments measured at Fair Value through Other Comprehensive Income | - | - | - | - | - | 1,936,078 | - | 1,936,078 | 980 | 1,937,058 |
| - Change in Fair Value on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income | - | - | - | - | - | (490,165) | - | (490,165) | - | (490,165) |
| - Net Movement of Cash Flow hedge Reserve | - | - | - | - | - | - | 2,782 | 2,782 | - | 2,782 |
| 2 Total Comprehensive Income for the Period | - | - | - | 1,588,693 | - | 1,445,913 | 2,782 | 3,037,388 | 22,788 | 3,060,176 |
| Transactions with Equity Holders , Recognized Directly In Equity | | | | | | | | | | |
| Cash/Scrip Dividends to Equity Holders | 251,477 | 252,146 | - | (1,007,247) | - | - | - | (503,624) | (47,998) | (551,622) |
| Transferred from Investment Fund Reserve | - | - | - | 279,367 | - | - | (279,367) | - | - | - |
| Net Loss on Reclassification of Debt Investments measured at Fair Value through Other Comprehensive Income | - | - | - | (308) | - | 308 | - | - | - | - |
| 3 Total Transactions with Equity Holders | 251,477 | 252,146 | - | (728,188) | - | 308 | (279,367) | (503,624) | (47,998) | (551,622) |
| Balance as at 30th June 2020 (1 + 2 + 3) | 11,136,187 | 6,412,160 | 1,952,957 | 24,354,689 | 1,714,728 | 1,401,620 | 1,940,889 | 48,913,230 | 1,239,378 | 50,152,608 |

* 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.

SEYLAN BANK PLC

CASH FLOW STATEMENT

For the Six Months ended 30th June

| | Bank | | Group | |
|--|--------------------|--------------------------------|--------------------|--------------------------------|
| | 2020 LKR '000 | 2019 LKR '000 (Restated) | 2020 LKR '000 | 2019 LKR '000 (Restated) |
| Cash Flows from Operating Activities | | | | |
| Interest receipts | 22,511,414 | 26,299,237 | 22,515,139 | 26,302,850 |
| Interest payments | (17,039,524) | (16,544,059) | (17,027,330) | (16,540,795) |
| Net commission receipts | 1,626,103 | 1,953,417 | 1,625,700 | 1,953,235 |
| Trading income | 124,462 | 27,534 | 123,352 | 26,656 |
| Payments to employees | (3,293,165) | (3,093,418) | (3,305,856) | (3,111,609) |
| VAT and NBT on financial services and DRL | (674,804) | (1,260,698) | (674,804) | (1,260,698) |
| Receipts from other operating activities | 683,167 | 1,693,003 | 599,497 | 1,727,068 |
| Payments on other operating activities | (1,585,407) | (2,249,336) | (1,610,896) | (2,271,082) |
| Operating profit before changes in operating assets and liabilities | 2,352,246 | 6,825,680 | 2,244,802 | 6,825,625 |
| (Increase)/decrease in operating assets : | | | | |
| Balances with Central Bank of Sri Lanka | 7,446,620 | 2,703,553 | 7,446,620 | 2,703,553 |
| Financial assets at amortized cost - Loans and advances | 2,114,780 | (17,962,503) | 2,114,780 | (17,962,503) |
| Other assets | 1,156,306 | (1,943,464) | 1,253,854 | 851,919 |
| Increase/(decrease) in operating liabilities : | | | | |
| Financial liabilities at amortized cost - Due to depositors | 11,059,150 | 16,228,213 | 11,059,150 | 16,228,229 |
| Financial liabilities at amortized cost - Due to debt securities holders | (1,271,210) | (11,450,062) | (1,271,210) | (11,450,062) |
| Financial liabilities at amortized cost - Due to other borrowers | (5,116) | (5,185) | (5,116) | (5,185) |
| Other liabilities | (1,002,247) | 863,800 | (1,110,113) | (1,885,113) |
| Due to banks | (2,906,957) | 2,230,939 | (2,906,957) | 2,230,939 |
| Cash generated from operating activities before income tax | 18,943,572 | (2,509,029) | 18,825,810 | (2,462,598) |
| Income tax paid | (570,251) | (1,101,196) | (570,251) | (1,101,933) |
| Net cash (used in) / generated from operating activities | 18,373,321 | (3,610,225) | 18,255,559 | (3,564,531) |
| Cash flows from investing activities | | | | |
| Purchase of property , plant & equipment | (225,267) | (269,220) | (237,592) | (271,193) |
| Improvements in Investment property | - | - | (9,638) | - |
| Proceeds from sale of property , plant & equipment | 6,695 | 901 | 6,695 | 901 |
| Net proceeds from Sale, maturity and purchase of financial investments of government of Sri Lanka Treasury Bills/Bonds and Development Bonds maturing after three months | (5,507,958) | 8,455,144 | (5,507,958) | 8,455,144 |
| Net proceeds from sale, maturity and purchase of financial investments of shares and debentures | (194,710) | 367,191 | (197,350) | 362,197 |
| Reverse repurchase agreements maturing after three months | 21,645 | 4,032 | 21,645 | 4,032 |
| Net purchase of intangible assets | (28,109) | (32,469) | (28,109) | (32,469) |
| Net cash flow from acquisition of investment in subsidiaries | - | - | - | - |
| Net cash flow from disposal of subsidiaries | - | - | - | - |
| Dividend received from investment in subsidiaries | - | 89,725 | - | - |
| Dividend received from other investments | 5,026 | 8,140 | 5,026 | 8,140 |
| Proceed from Sale of Assets Held-for-Sale | - | - | - | - |
| Net cash (used in) / generated from investing activities | (5,922,678) | 8,623,444 | (5,947,281) | 8,526,752 |
| Cash flows from financing activities | | | | |
| Net proceeds from the issue of ordinary share capital | - | - | - | - |
| Net proceeds from the issue of other equity instruments | - | - | - | - |
| Net proceeds from the issue of subordinated debt | - | 5,000,000 | - | 4,971,000 |
| Repayment of subordinated debt | - | - | - | - |
| Interest paid on subordinated debt | (1,399,484) | (743,480) | (1,399,484) | (736,226) |
| Interest paid on un-subordinated debt | (107,737) | (107,443) | (107,737) | (107,443) |
| Dividend paid to non-controlling interest | - | - | (2) | (58,279) |
| Dividend paid to shareholders of the bank | (60) | (287,067) | (60) | (287,067) |
| Dividend paid to holders of other equity instruments | - | - | - | - |
| Payment of lease liabilities | (343,921) | (316,238) | (201,554) | (185,215) |
| Net cash (used in) / generated from financing activities | (1,851,202) | 3,545,772 | (1,708,837) | 3,596,770 |
| Net increase / (decrease) in cash and cash equivalents | 10,599,441 | 8,558,991 | 10,599,441 | 8,558,991 |
| Cash and cash equivalents at beginning of the period | 24,716,667 | 25,401,673 | 24,717,205 | 25,401,713 |
| Cash and cash equivalents at end of the period | 35,316,108 | 33,960,664 | 35,316,646 | 33,960,704 |
| Reconciliation of cash and cash equivalents | | | | |
| Cash and cash equivalents | 12,068,497 | 7,877,687 | 12,068,537 | 7,877,727 |
| Placements with banks and finance companies | 6,630,069 | 5,396,266 | 6,630,567 | 5,396,266 |
| Government of Sri Lanka Treasury Bills/Bonds and Development Bonds maturing within three months | 6,196,704 | 10,657,026 | 6,196,704 | 10,657,026 |
| Securities purchased under resale agreements maturing within three months | 10,420,838 | 10,029,685 | 10,420,838 | 10,029,685 |
| | 35,316,108 | 33,960,664 | 35,316,646 | 33,960,704 |

EXPLANATORY NOTES

1. General

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.

Interim Financial Statements for the quarter ended 30/06/2019 has been restated by incorporating the impact on adopting SLFRS 16 effective from January 01, 2019.

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 provided 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%).

Covid 19 Impact

The socio-economic impact of Corona Virus Disease (Covid 19) pandemic situation has a direct and substantial impact on the Bank's normal business/operations to a certain extent. The Bank has strictly complied with the guidelines and directives issued with this regard by the Government, the Central Bank of Sri Lanka and other regulators, while closely monitoring its working capital to balance the cash inflow and outflow measurements. The Bank ensured health and safety protocols for its staff and the customers. Agile strategic planning and execution of strategic decisions were taken with Board members, senior management team and other connected staff members in order to promptly respond to the situation and its subsequent impact on Bank's Business. The Bank will continue to take necessary protocols and actions to support the pandemic situation.

The Financial Statements as at June 30, 2020 is fairly presented applying the recommended treatments for Covid 19 impact as per the guidelines issued by CBSL and CA Sri Lanka.

2. Information on Ordinary Shares

| Market Price (Rs.) | 30/06/2020 | | 30/06/2019 | |
|--|------------|--------------|--------------|--------------|
| | Voting | Non-Voting | Voting | Non-Voting |
| Market Price Per Share | 47.50 | 30.40 | 50.50 | 30.70 |
| Highest price per share during the quarter ended | 50.00 | 32.90 | 69.90 | 41.50 |
| Lowest price per share during the quarter ended | 25.00 | 19.30 | 47.00 | 30.00 |

3. Shareholders Information

3.1 Twenty Largest Ordinary Voting Shareholders as at June 30, 2020

| | No. of Shares | % |
|--|---------------|-------|
| 1 Sri Lanka Insurance Corporation Ltd [Includes General Fund and Life Fund] | 38,507,542 | 15.00 |
| 2 Brown & Company PLC A/C No. 1 | 35,619,312 | 13.87 |
| 3 Employees' Provident Fund | 25,305,909 | 9.86 |
| 4 LOLC Investments Ltd | 24,520,351 | 9.55 |
| 5 National Development Bank of Sri Lanka Ltd A/C No.02 | 22,398,200 | 8.72 |
| 6 Mr. R S Captain | 15,801,262 | 6.16 |
| 7 Bank of Ceylon No. 1 Account | 14,440,329 | 5.62 |
| 8 Seylan Bank PLC A/C No. 04 – Employees' Gratuity Trust Fund | 12,948,556 | 5.04 |
| 9 People's Leasing & Finance PLC /Don and Don Holdings (Pvt) Ltd | 5,650,887 | 2.20 |
| 10 Employees' Trust Fund Board | 5,458,926 | 2.13 |
| 11 Mr. S E Captain | 5,190,023 | 2.02 |
| 12 Sisil Investment Holdings(Pvt) Ltd | 2,782,981 | 1.08 |
| 13 Ms. L A Captain | 2,708,807 | 1.06 |
| 14 NDB Capital Holdings Limited A/C No. 02 | 2,600,214 | 1.01 |
| 15 AIA insurance Lanka Ltd A/c No. 07 | 2,389,114 | 0.93 |
| 16 Chemanex PLC A/C No1 | 1,303,012 | 0.51 |
| 17 Mr. M J Fernando | 1,252,138 | 0.49 |
| 18 Mr. R R Leon | 1,214,825 | 0.47 |
| 19 Mr. K R B Fernando | 1,110,792 | 0.43 |
| 20 Seyshop (Pvt) Ltd | 749,886 | 0.29 |

3.2 Twenty Largest Ordinary Non-Voting Shareholders as at June 30, 2020

| | No. of Shares | % |
|--|---------------|-------|
| 1 LOLC Holdings PLC | 115,592,019 | 44.41 |
| 2 Employees' Provident Fund | 13,884,618 | 5.33 |
| 3 People's Leasing & Finance PLC /Don and Don Holdings (Pvt) Ltd | 6,164,678 | 2.37 |
| 4 Akbar Brothers Pvt Ltd A/C No 1 | 5,590,459 | 2.15 |
| 5 Deutsche Bank AG As Trustee For JB Vantage Value Equity Fund | 4,807,733 | 1.85 |
| 6 Mr. E. Thavagnanasooriyam & Mr. E. Thavagnanasundaram | 4,208,449 | 1.62 |
| 7 Employees' Trust Fund Board | 4,141,328 | 1.59 |
| 8 Pershing LLC S/A Averbach Grauson & Co | 4,088,448 | 1.57 |
| 9 People's Leasing & Finance PLC /Mrs P T Havarajah | 3,606,977 | 1.39 |
| 10 First Capital Limited | 3,290,214 | 1.26 |
| 11 J. B. Cocoshell (Pvt) Ltd | 3,005,970 | 1.15 |
| 12 Merrill J Fernando & Sons (Pvt) Limited | 2,891,466 | 1.11 |
| 13 Mr. R R Leon | 2,387,974 | 0.92 |
| 14 LOLC Technology Services Limited | 2,273,063 | 0.87 |
| 15 Mr. N Balasingam | 2,036,473 | 0.78 |
| 16 N P Capital Ltd | 1,745,352 | 0.67 |
| 17 GF Capital Global Ltd | 1,557,271 | 0.60 |
| 18 Mr. D N N Lokuge | 1,387,958 | 0.53 |
| 19 Mr. R Gautam | 1,375,720 | 0.53 |
| 20 Mr. M J Fernando | 1,309,359 | 0.50 |

3.3 Public Holdings as at June 30, 2020

The Bank is compliant under Option 3 of the Section 7.13.1 (Minimum Public Holding requirement) of the Rules of the Colombo Stock Exchange.

| | |
|--------------------------------------|----------------|
| Float adjusted market capitalization | - LKR 6.688 Bn |
| Public Holding Percentage | - 54.85 % |
| Number of Public Shareholders | - 10,092 |

4. Directors' and Chief Executive Officer's Shareholdings as at June 30, 2020

| <u>Name of Director</u> | <u>No of Shares</u> | <u>No of Shares</u> |
|---|--------------------------|------------------------------|
| | (Ordinary Voting) | (Ordinary Non-Voting) |
| Mr. W M R S Dias Non-Executive Director / Chairman | Nil | Nil |
| Mr. W D K Jayawardena, Non-Executive Director/Deputy Chairman | Nil | Nil |
| Ms. M C Pietersz, Independent Director /Senior Director | Nil | Nil |
| Mr. K P Ariyaratne, Director/Chief Executive Officer | 64,502 | 214,150 |
| Mr. P L S K Perera, Independent Director | Nil | Nil |
| Mr. S Viran Corea, Non-Executive Director | 99 | Nil |
| Mr. A S Wijesinha, Independent Director | Nil | Nil |
| Mrs. S K Salgado, Independent Director | Nil | Nil |
| Mr. D M D K Thilakaratne, Non-Executive Director | Nil | Nil |
| Mr. D R Abey Suriya, Independent Director | Nil | Nil |
| Mrs. V G S S Kotakadeniya, Alternate Director to Non - Executive Director Mr. W D K Jayawardena * | Nil | Nil |

* Mrs. V G S S Kotakadeniya was appointed as the Alternate Director to Mr. W D K Jayawardena, Deputy Chairman/Non-Executive Director on 26th June 2020 (with the resignation of Mr. R D Tissera).

5. Stated Capital as at June 30, 2020

Rs'000

| | |
|--|-------------------|
| 33,560,000 Voting Ordinary Shares @ Rs. 10/- each | 335,600 |
| 4,000,000 Voting Ordinary Shares @ Rs. 25/- each | 100,000 |
| 92,440,000 Voting Ordinary Shares @ Rs. 35/- each | 3,235,400 |
| 2,644,068 Voting Ordinary Shares @ Rs. 59/- each | 156,000 |
| 43,333,333 Voting Ordinary Shares @ Rs. 75/- each | 3,250,000 |
| 3,636,268 Voting Ordinary Shares @ Rs. 98/- each | 356,354 |
| 4,490,341 Voting Ordinary Shares @ Rs. 90/- each | 404,131 |
| 4,504,394 Voting Ordinary shares @ Rs.70.30 each | 316,659 |
| 62,869,468 Voting Ordinary shares @ Rs. 45.25 each | 2,844,844 |
| 5,239,122 Voting Ordinary shares @ Rs.48/- each | 251,477 |
| 83,560,000 Non-Voting Ordinary Shares @ Rs. 12/50 each | 1,044,500 |
| 40,000,000 Non-Voting Ordinary Shares @ Rs. 25/- each | 1,000,000 |
| 45,423,009 Non-Voting Ordinary Shares @ Rs. 35/- each | 1,589,805 |
| 5,859,428 Non-Voting Ordinary Shares @ Rs. 58/40 each | 342,191 |
| 7,152,645 Non-Voting Ordinary Shares @ Rs. 55/- each | 393,395 |
| 7,114,354 Non-Voting Ordinary Shares @ Rs. 44/- each | 313,031 |
| 63,036,478 Non-Voting Ordinary Shares @ Rs. 24/50 each | 1,544,394 |
| 8,160,061 Non-Voting Ordinary Shares @ Rs. 30/90 each | 252,146 |
| Less: Issue Expenses | (181,580) |
| | <u>17,548,347</u> |

6. 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 & Non- voting) during the six months ended June 30, 2020. 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, 2019 has been restated based on the no of shares issued for Rights Issue in 2019 and Scrip Dividend 2019.

7. Events after the Reporting Date

There were no material events which occurred after the reporting date that require adjustments to or disclosure in the financial statements other than implication of Covid 19 outbreak on financial statements have been considered as adjusting events and incorporated in the financial statements where necessary.

8. Other Matters

i. Dividend

The dividend of Rs.2.00 per share was declared and approved by the shareholders at the Annual General Meeting of the Bank held on 24th June 2020 and issued to the Ordinary Voting and Non-voting Shareholders of the Bank entitled as at end of trading on 24th June 2020. This dividend consisted of Rs. 1.00 per share in the form of cash dividend and Rs. 1.00 per share in the form of scrip dividend. Cash dividend payments and the scrip dividend process were completed by 3rd July 2020.

ii. Gratuity

The Bank has not recognized an additional gratuity liability in the financial statement for ex-employees who have not entered into the "Memorandum of settlement (MOS)" with the Bank, giving the right to settle the said liability by utilizing proceeds expected from disposal of shares held by share trust companies, as the liability is contingent upon the signing the "Memorandum of Settlement" and the prevailing Share Prices as at that date of signing. If the above uncertainties are resolved, the Bank estimates an additional cash outflow of Rs.145Mn. (net of tax) as of June 30, 2020.

iii. Corporate Income Tax rate

It has been proposed to reduce income tax rate on companies from 28% to 24% pending formal approval from the Parliament as an amendment to the Inland Revenue Act No. 24 of 2017. As it is not considered as substantially enacted as at the reporting date, the tax rate adapted for the computation of deferred tax remains at 28%.

iv. Impairment Provision

The Bank estimated Expected Credit Loss (ECL) as at June 30, 2020, based on the Probability of Default (PD), Loss Given Default (LGD) and Economic Factor Adjustment (EFA) computed as at December 31, 2019 in compliance with the guidance note issued by CA Sri Lanka on accounting implications based on the information available on the impact of Covid 19 pandemic situation.

9. Comparative Figures

Comparative figures have been re-stated/re-classified where necessary, to conform to the current period presentation.

The following line items of the Interim Financial Statements for the six months ended June 30, 2019 were restated due to the adoption of SLFRS 16 effective from January 01 2019.

| For the 06 Months ended June 30, 2019 | Rs 000's | | | |
|---|------------|---------------------|------------|---------------------|
| | Bank | | Group | |
| | Restated | Previously Reported | Restated | Previously Reported |
| Interest Expenses | 18,635,187 | 18,491,652 | 18,483,382 | 18,481,134 |
| Net Interest Income | 8,742,333 | 8,885,868 | 8,897,751 | 8,899,999 |
| Total Operating Income | 11,458,176 | 11,601,711 | 11,557,270 | 11,557,128 |
| Depreciation and Amortization | 633,181 | 698,326 | 643,480 | 729,188 |
| Other Expenses | 2,456,111 | 2,521,184 | 2,479,356 | 2,428,226 |
| Operating Profit Before Taxes | 3,462,443 | 3,475,760 | 3,509,818 | 3,475,098 |
| Tax Expenses | 1,939,602 | 1,945,395 | 1,989,502 | 1,994,122 |
| Profit For the Period | 1,522,841 | 1,530,365 | 1,520,316 | 1,480,976 |
| Total Comprehensive Income for the Period | 3,093,154 | 3,100,678 | 3,095,287 | 3,055,947 |

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 for in these Interim Accounts.

10. Seylan Bank PLC
Segment Reporting (Group)

(Amounts in Rupee Thousands)

| | Banking | | Treasury | | Property/ Investments | | Unallocated/ Eliminations | | Total | |
|--|------------|------------|------------|------------|-----------------------|------------|---------------------------|------------|------------|--------------------------|
| | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 (Restated) |
| Interest Income | 21,183,744 | 22,390,602 | 4,450,981 | 3,646,249 | 15,174 | 14,496 | 1,327,714 | 1,329,786 | 26,977,613 | 27,381,133 |
| Interest Expense | 14,761,801 | 16,175,576 | 2,794,687 | 2,444,552 | 19 | 365 | (78,219) | (137,111) | 17,478,288 | 18,483,382 |
| Net Interest Income | 6,421,943 | 6,215,026 | 1,656,294 | 1,201,697 | 15,155 | 14,131 | 1,405,933 | 1,466,897 | 9,499,325 | 8,897,751 |
| Fee and Commission Income | 1,712,702 | 2,032,798 | 2,878 | 3,686 | - | - | 11,200 | 21,019 | 1,726,780 | 2,057,503 |
| Fee and Commission Expense | 89,566 | 93,126 | 11,138 | 11,142 | 376 | - | - | - | 101,080 | 104,268 |
| Net Fee and Commission Income | 1,623,136 | 1,939,672 | (8,260) | (7,456) | (376) | - | 11,200 | 21,019 | 1,625,700 | 1,953,235 |
| Net Gains/(Losses) from Trading | - | - | 213,880 | (632,257) | (1,110) | (481) | - | - | 212,770 | (632,738) |
| Net Gains from Derecognition of Financial Assets | - | - | 370,638 | 150,498 | - | - | - | - | 370,638 | 150,498 |
| Net Other Operating Income | (16,788) | 105,079 | 446,712 | 1,139,309 | 163,942 | 148,085 | (29,117) | (203,949) | 564,749 | 1,188,524 |
| Inter Segment Revenue | (37,885) | (79,873) | - | 39,893 | - | - | 37,885 | 39,980 | - | - |
| Total Operating Income | 7,990,406 | 8,179,904 | 2,679,264 | 1,891,684 | 177,611 | 161,735 | 1,425,901 | 1,323,947 | 12,273,182 | 11,557,270 |
| Depreciation and Amortisation Expenses | 467,143 | 354,775 | 2,631 | 1,953 | 360 | 456 | 270,294 | 286,296 | 740,428 | 643,480 |
| Impairment Charge for the Period | 2,511,899 | 1,707,181 | 148,438 | 20,954 | - | (16) | - | - | 2,660,337 | 1,728,119 |
| Operating Expenses & VAT on Financial Services | 4,700,408 | 5,383,340 | 495,508 | 452,178 | 44,639 | 41,825 | 1,289,967 | 1,147,834 | 6,530,522 | 7,025,177 |
| Reportable Segment Profit Before Income Tax | 310,956 | 734,608 | 2,032,687 | 1,416,599 | 132,612 | 119,470 | (134,360) | (110,183) | 2,341,895 | 2,160,494 |
| Income Tax Expense | | | | | | | | | 731,394 | 640,178 |
| Profit For The Period | | | | | | | | | 1,610,501 | 1,520,316 |
| Profit Attributable To: | | | | | | | | | | |
| Equity Holders of The Bank | | | | | | | | | 1,588,693 | 1,490,293 |
| Non-Controlling Interests | | | | | | | | | 21,808 | 30,023 |
| Profit For The Period | | | | | | | | | 1,610,501 | 1,520,316 |
| Other Comprehensive Income, Net of Income Tax | | | | | | | | | 1,449,675 | 1,574,971 |

* 2019 includes NBT & DRL

10. Seylan Bank PLC
Segment Reporting (Group)

(Amounts in Rupee Thousands)

| | Banking | | Treasury | | Property/ Investments | | Unallocated/ Eliminations | | Total | |
|--------------------------------------|-------------|-------------|-------------|-------------|-----------------------|------------|---------------------------|------------|-------------|--------------------------|
| | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 | 30.06.2020 | 30.06.2019 (Restated) |
| Other Information | | | | | | | | | | |
| Total Assets | 373,563,632 | 338,106,585 | 119,673,977 | 120,484,099 | 5,922,977 | 5,647,121 | 27,086,917 | 20,840,459 | 526,247,503 | 485,078,264 |
| Total Liabilities & Equity | 423,982,589 | 395,118,221 | 59,133,595 | 58,493,258 | 5,922,977 | 5,647,121 | 37,208,342 | 25,819,664 | 526,247,503 | 485,078,264 |
| Cash Flows from Operating Activities | 15,948,536 | (5,288,096) | 2,183,756 | 1,439,506 | 111,350 | 96,087 | 11,917 | 187,972 | 18,255,559 | (3,564,531) |
| Cash Flows from Investing Activities | (63,868) | (146,976) | (5,794,636) | 8,744,406 | 4,905 | (60,625) | (93,682) | (10,053) | (5,947,281) | 8,526,752 |
| Cash Flows from Financing Activities | (343,921) | (316,237) | (1,507,221) | 4,149,076 | - | (147,965) | 142,305 | (88,104) | (1,708,837) | 3,596,770 |
| Capital Expenditure | (188,737) | (232,717) | - | (5,261) | (21,963) | (1,973) | (64,639) | (63,711) | (275,339) | (303,662) |

Seylan Bank PLC
11 Analysis of Financial Instruments by Measurement Basis - Bank

(Amounts in Rupees Thousands)

| 30.06.2020 | | | |
|--|--|--|--------------------|
| Financial Assets Measured at Fair Value through Profit or Loss (FVTPL) | Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI) | Financial Assets Measured at Amortised Cost | Total |
| Assets | | | |
| Cash and Cash Equivalents | - | 12,048,430 | 12,048,430 |
| Balances with Central Bank of Sri Lanka | - | 7,012,350 | 7,012,350 |
| Placements with Banks and Finance Companies | - | 6,596,919 | 6,596,919 |
| Derivative Financial Instruments | 148,825 | - | 148,825 |
| Securities Purchased under Resale Agreements | - | 10,420,838 | 10,420,838 |
| Customer Loans and Advances | - | 378,549,997 | 378,549,997 |
| Debt Instruments | - | 745,082 | 820,629 |
| Equity Instruments | - | 1,676,696 | 1,676,696 |
| Government Securities | 2,205,980 | 55,675,303 | 89,926,470 |
| Group Balances Receivable | - | 154,765 | 154,765 |
| Other Financial Assets | - | 5,494,255 | 5,494,255 |
| Total Financial Assets | 2,354,805 | 57,427,546 | 453,067,823 |
| Liabilities | | | |
| | Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL) | Financial Liabilities Measured at Amortised Cost | Total |
| Due to Banks | - | 25,862,672 | 25,862,672 |
| Derivative Financial Instruments | 117,591 | - | 117,591 |
| Due to Depositors | - | 410,918,570 | 410,918,570 |
| Securities Sold under Repurchase Agreements | - | 7,194,742 | 7,194,742 |
| Due to Other Borrowers | - | 18,291 | 18,291 |
| Group Balances Payable | - | 318,434 | 318,434 |
| Debt Securities Issued | - | 19,593,980 | 19,593,980 |
| Lease Liabilities | - | 4,274,942 | 4,274,942 |
| Other Financial Liabilities | - | 6,217,833 | 6,217,833 |
| Total Financial Liabilities | 117,591 | 474,399,464 | 474,517,055 |
| 31.12.2019 | | | |
| Financial Assets Measured at Fair Value through Profit or Loss (FVTPL) | Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI) | Financial Assets Measured at Amortised Cost | Total |
| Assets | | | |
| Cash and Cash Equivalents | - | 11,758,729 | 11,758,729 |
| Balances with Central Bank of Sri Lanka | - | 14,458,970 | 14,458,970 |
| Placements with Banks and Finance Companies | - | 1,173,278 | 1,173,278 |
| Derivative Financial Instruments | 134,756 | - | 134,756 |
| Securities Purchased under Resale Agreements | - | 5,165,159 | 5,165,159 |
| Customer Loans and Advances | - | 379,259,064 | 379,259,064 |
| Debt Instruments | - | 74,055 | 743,259 |
| Equity Instruments | - | 1,689,691 | 1,689,691 |
| Government Securities | 7,118,016 | 53,827,780 | 82,150,176 |
| Group Balances Receivable | - | 40,000 | 40,000 |
| Other Financial Assets | - | 6,471,794 | 6,471,794 |
| Total Financial Assets | 7,252,772 | 55,591,526 | 440,200,578 |
| Liabilities | | | |
| | Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL) | Financial Liabilities Measured at Amortised Cost | Total |
| Due to Banks | - | 28,769,629 | 28,769,629 |
| Derivative Financial Instruments | 222,978 | - | 222,978 |
| Due to Depositors | - | 400,731,358 | 400,731,358 |
| Securities Sold under Repurchase Agreements | - | 8,425,884 | 8,425,884 |
| Due to Other Borrowers | - | 23,407 | 23,407 |
| Group Balances Payable | - | 200,969 | 200,969 |
| Debt Securities Issued | - | 19,870,944 | 19,870,944 |
| Lease Liabilities | - | 4,351,632 | 4,351,632 |
| Other Financial Liabilities | - | 6,025,050 | 6,025,050 |
| Total Financial Liabilities | 222,978 | 468,398,873 | 468,621,851 |

Seylan Bank PLC
11 Analysis of Financial Instruments by Measurement Basis - Group

(Amounts in Rupees Thousands)

| 30.06.2020 | | | | |
|--|--|---|---|--------------------|
| | Financial Assets Measured at Fair Value through Profit or Loss (FVTPL) | Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI) | Financial Assets Measured at Amortised Cost | Total |
| Assets | | | | |
| Cash and Cash Equivalents | - | - | 12,048,470 | 12,048,470 |
| Balances with Central Bank of Sri Lanka | - | - | 7,012,350 | 7,012,350 |
| Placements with Banks and Finance Companies | - | - | 6,596,919 | 6,596,919 |
| Derivative Financial Instruments | 148,825 | - | - | 148,825 |
| Securities Purchased under Resale Agreements | - | - | 10,420,838 | 10,420,838 |
| Customer Loans and Advances | - | - | 378,549,997 | 378,549,997 |
| Debt Instruments | 5,745 | 133,191 | 745,082 | 884,018 |
| Equity Instruments | - | 1,676,696 | - | 1,676,696 |
| Government Securities | 2,205,980 | 55,675,303 | 32,045,187 | 89,926,470 |
| Other Financial Assets | - | - | 5,526,406 | 5,526,406 |
| Total Financial Assets | 2,360,550 | 57,485,190 | 452,945,249 | 512,790,989 |
| Liabilities | | | | |
| | | Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL) | Financial Liabilities Measured at Amortised Cost | Total |
| Due to Banks | - | - | 25,862,672 | 25,862,672 |
| Derivative Financial Instruments | - | 117,591 | - | 117,591 |
| Due to Depositors | - | - | 410,918,570 | 410,918,570 |
| Securities Sold under Repurchase Agreements | - | - | 7,194,742 | 7,194,742 |
| Due to Other Borrowers | - | - | 18,291 | 18,291 |
| Debt Securities Issued | - | - | 19,593,980 | 19,593,980 |
| Other Financial Liabilities | - | - | 6,307,930 | 6,307,930 |
| Total Financial Liabilities | | 117,591 | 469,896,185 | 470,013,776 |
| 31.12.2019 | | | | |
| | Financial Assets Measured at Fair Value through Profit or Loss (FVTPL) | Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI) | Financial Assets Measured at Amortised Cost | Total |
| Assets | | | | |
| Cash and Cash Equivalents | - | - | 11,758,769 | 11,758,769 |
| Balances with Central Bank of Sri Lanka | - | - | 14,458,970 | 14,458,970 |
| Placements with Banks and Finance Companies | - | - | 1,173,278 | 1,173,278 |
| Derivative Financial Instruments | 134,756 | - | - | 134,756 |
| Securities Purchased under Resale Agreements | - | - | 5,165,159 | 5,165,159 |
| Customer Loans and Advances | - | - | 379,259,064 | 379,259,064 |
| Debt Instruments | - | 128,067 | 669,204 | 797,271 |
| Equity Instruments | 6,736 | 1,689,691 | - | 1,696,427 |
| Government Securities | 7,118,016 | 53,827,780 | 21,204,380 | 82,150,176 |
| Other Financial Assets | - | - | 6,497,010 | 6,497,010 |
| Total Financial Assets | 7,259,508 | 55,645,538 | 440,185,834 | 503,090,880 |
| Liabilities | | | | |
| | | Financial Liabilities Measured at Fair Value through Profit or Loss (FVTPL) | Financial Liabilities Measured at Amortised Cost | Total |
| Due to Banks | - | - | 28,769,629 | 28,769,629 |
| Derivative Financial Instruments | - | 222,978 | - | 222,978 |
| Due to Depositors | - | - | 400,731,358 | 400,731,358 |
| Securities Sold under Repurchase Agreements | - | - | 8,425,884 | 8,425,884 |
| Due to Other Borrowers | - | - | 23,407 | 23,407 |
| Debt Securities Issued | - | - | 19,870,944 | 19,870,944 |
| Lease Liabilities | - | - | 1,507,618 | 1,507,618 |
| Other Financial Liabilities | - | - | 6,062,631 | 6,062,631 |
| Total Financial Liabilities | | 222,978 | 465,391,471 | 465,614,449 |

Seylan Bank PLC

12 Analysis of Loans & Advances , Commitments, Contingencies and Impairment

(Amounts in Rupees Thousands)

| | Bank | | Group | |
|--|---------------------|---------------------|---------------------|---------------------|
| | As at 30.06.2020 | As at 31.12.2019 | As at 30.06.2020 | As at 31.12.2019 |
| 12.1 Product-wise Gross Loans & Advances | | | | |
| By product - Domestic Currency | | | | |
| Export Bills | 21,263 | 10,615 | 21,263 | 10,615 |
| Import Bills | 351,798 | 304,831 | 351,798 | 304,831 |
| Local Bills | 46,338 | 247,963 | 46,338 | 247,963 |
| Lease Rentals Receivable | 22,382,834 | 20,932,145 | 22,382,834 | 20,932,145 |
| Overdrafts | 57,203,631 | 60,306,083 | 57,203,631 | 60,306,083 |
| Revolving Import Loans | 18,655,615 | 17,958,104 | 18,655,615 | 17,958,104 |
| Packing Credit Loans | 1,985,472 | 1,947,964 | 1,985,472 | 1,947,964 |
| Trust Receipt Loans | 1,546,435 | 1,715,118 | 1,546,435 | 1,715,118 |
| Staff Loans | 6,706,326 | 6,671,261 | 6,706,326 | 6,671,261 |
| Housing Loans | 16,572,075 | 16,589,494 | 16,572,075 | 16,589,494 |
| Pawning Receivables | 12,561,636 | 12,282,669 | 12,561,636 | 12,282,669 |
| Refinance Loans | 8,994,863 | 7,640,631 | 8,994,863 | 7,640,631 |
| Credit Cards | 6,394,214 | 6,681,209 | 6,394,214 | 6,681,209 |
| Margin Trading | 2,512,422 | 2,879,599 | 2,512,422 | 2,879,599 |
| Factoring | 1,401,012 | 2,600,010 | 1,401,012 | 2,600,010 |
| Term Loans | 185,965,792 | 186,376,199 | 185,965,792 | 186,376,199 |
| Total | 343,301,726 | 345,143,895 | 343,301,726 | 345,143,895 |
| By product - Foreign Currency | | | | |
| Export Bills | 2,094,844 | 2,924,324 | 2,094,844 | 2,924,324 |
| Import Bills | 344,018 | 589,960 | 344,018 | 589,960 |
| Local Bills | 6,980 | 19,571 | 6,980 | 19,571 |
| Overdrafts | 458,028 | 472,059 | 458,028 | 472,059 |
| Revolving Import Loans | 951,677 | 1,001,607 | 951,677 | 1,001,607 |
| Packing Credit Loans | 12,935,197 | 11,565,189 | 12,935,197 | 11,565,189 |
| Housing Loans | 176,830 | 175,201 | 176,830 | 175,201 |
| Term Loans | 30,972,298 | 28,099,669 | 30,972,298 | 28,099,669 |
| Total | 47,939,872 | 44,847,580 | 47,939,872 | 44,847,580 |
| Gross Loans and Advances | 391,241,598 | 389,991,475 | 391,241,598 | 389,991,475 |
| 12.2 Product-wise Commitments and Contingencies | | | | |
| By product - Domestic Currency | | | | |
| Commitments | | | | |
| Undrawn Credit Lines | 72,639,066 | 68,481,017 | 72,639,066 | 68,481,017 |
| Capital Commitments | 205,835 | 517,785 | 242,383 | 559,976 |
| Contingencies | | | | |
| Acceptances | 378,212 | 292,465 | 378,212 | 292,465 |
| Standby Letters of Credit | 13,000 | 13,000 | 13,000 | 13,000 |
| Guarantees | 41,869,153 | 40,159,250 | 41,869,153 | 40,159,250 |
| Documentary Credit | 371,675 | 796,003 | 371,675 | 796,003 |
| Bills for Collection | 405,350 | 316,779 | 405,350 | 316,779 |
| Forward Exchange Contracts (Net) | (11,807,170) | (13,965,832) | (11,807,170) | (13,965,832) |
| Total | 104,075,121 | 96,610,467 | 104,111,669 | 96,652,658 |
| By product - Foreign Currency | | | | |
| Commitments | | | | |
| Undrawn Credit Lines | 13,023,517 | 11,798,260 | 13,023,517 | 11,798,260 |
| Capital Commitments | 236,653 | 288,455 | 236,653 | 288,455 |
| Contingencies | | | | |
| Acceptances | 9,578,424 | 10,101,677 | 9,578,424 | 10,101,677 |
| Standby Letters of Credit | 486,513 | 509,262 | 486,513 | 509,262 |
| Guarantees | 4,234,781 | 3,086,845 | 4,234,781 | 3,086,845 |
| Documentary Credit | 9,336,120 | 10,849,105 | 9,336,120 | 10,849,105 |
| Bills for Collection | 3,934,871 | 3,250,213 | 3,934,871 | 3,250,213 |
| Forward Exchange Contracts (Net) | 11,834,632 | 13,652,987 | 11,834,632 | 13,652,987 |
| Total | 52,665,511 | 53,536,804 | 52,665,511 | 53,536,804 |
| Total Commitments and Contingencies | 156,740,632 | 150,147,271 | 156,777,180 | 150,189,462 |

Seylan Bank PLC

Analysis of Loans & Advances , Commitments, Contingencies and Impairment

(Amounts in Rupees Thousands)

| | Bank | | Group | |
|--|---|--|---|--|
| | As at 30.06.2020 | As at 31.12.2019 | As at 30.06.2020 | As at 31.12.2019 |
| 12.3 Stage-wise Impairment on Loans & Advances, Commitments and Contingencies | | | | |
| Gross Loans and Advances, Commitments and Contingencies | 547,982,230 | 540,138,746 | 548,018,778 | 540,180,937 |
| Less : Accumulated Impairment under Stage 1 | 1,118,205 | 965,844 | 1,118,205 | 965,844 |
| Accumulated Impairment under Stage 2 | 1,020,295 | 573,870 | 1,020,295 | 573,870 |
| Accumulated Impairment under Stage 3 | 10,823,092 | 9,456,784 | 10,823,092 | 9,456,784 |
| Net Loans & Advances, Commitments and Contingencies | 535,020,638 | 529,142,248 | 535,057,186 | 529,184,439 |
| Movement of Impairment during the Period | Fom 01.01.2020 to 30.06.2020 | From 01.01.2019 to 31.12.2019 | Fom 01.01.2020 to 30.06.2020 | From 01.01.2019 to 31.12.2019 |
| Stage 1 | | | | |
| Opening Balance as at 01st January | 965,844 | 862,303 | 965,844 | 862,303 |
| Charge/(Write back) to income statement | 152,361 | 103,541 | 152,361 | 103,541 |
| Closing Balance | 1,118,205 | 965,844 | 1,118,205 | 965,844 |
| Stage 2 | | | | |
| Opening Balance as at 01st January | 573,870 | 820,746 | 573,870 | 820,746 |
| Charge/(Write back) to income statement | 446,425 | (246,876) | 446,425 | (246,876) |
| Closing Balance | 1,020,295 | 573,870 | 1,020,295 | 573,870 |
| Stage 3 | | | | |
| Opening Balance as at 01st January | 9,456,784 | 8,473,518 | 9,456,784 | 8,473,518 |
| Charge/(Write back) to income statement | 1,909,757 | 3,987,081 | 1,909,757 | 3,987,081 |
| Reversal for Write-off during the period | (13,643) | (2,398,992) | (13,643) | (2,398,992) |
| Interest Accrued on Impaired Loans and Advances | (529,806) | (604,823) | (529,806) | (604,823) |
| Closing Balance | 10,823,092 | 9,456,784 | 10,823,092 | 9,456,784 |
| Total Impairment | 12,961,592 | 10,996,498 | 12,961,592 | 10,996,498 |

13 Analysis of Deposits

(Amounts in Rupees Thousands)

| Deposits - By product | Bank | | Group | |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|
| | As at 30.06.2020 | As at 31.12.2019 | As at 30.06.2020 | As at 31.12.2019 |
| By product - Domestic Currency | | | | |
| Demand Deposits | 19,399,701 | 19,438,400 | 19,399,701 | 19,438,400 |
| Savings Deposits | 85,999,818 | 79,208,251 | 85,999,818 | 79,208,251 |
| Fixed Deposits | 254,821,559 | 251,643,284 | 254,821,559 | 251,643,284 |
| Certificate of Deposits | 2,634,715 | 2,833,926 | 2,634,715 | 2,833,926 |
| Total | 362,855,793 | 353,123,861 | 362,855,793 | 353,123,861 |
| By product - Foreign Currency | | | | |
| Demand Deposits | 4,211,876 | 3,238,241 | 4,211,876 | 3,238,241 |
| Savings Deposits | 11,474,762 | 11,877,218 | 11,474,762 | 11,877,218 |
| Fixed Deposits | 32,376,139 | 32,492,038 | 32,376,139 | 32,492,038 |
| Total | 48,062,777 | 47,607,497 | 48,062,777 | 47,607,497 |
| Total Deposits | 410,918,570 | 400,731,358 | 410,918,570 | 400,731,358 |

| | CURRENT PERIOD 1-Apr-20 to 30-Jun-20 | COMPARATIVE PERIOD 1-Apr-19 to 30-Jun-19 |
|---|---|---|
| Debt (Debentures) / Equity Ratio (Times) | 0.41 | 0.58 |
| Debt (Debentures plus Long term Debt) / Equity Ratio (Times) | 0.60 | 0.87 |
| Interest Cover (Times) | 2.90 | 2.94 |
| Quick Asset Ratio (Times) | 0.74 | 0.76 |
| 2014 Issue | | |
| Market Prices during April to June (Ex Interest) | | |
| 5 Year Fixed Semi Annual - 8.35% p.a.(Debenture matured and redeemed on 22/12/2019) | - | * |
| 5 Year Fixed Annual - 8.60% p.a. (Debenture matured and redeemed on 22/12/2019) | - | * |
| 6 Year Fixed Semi Annual - 8.60% p.a. | * | * |
| 6 Year Fixed Annual - 8.75% p.a. | | |
| - Highest Price | * | 85.00 |
| - Lowest Price | * | 85.00 |
| - Last Traded Price */ (04/06/2019) | * | 85.00 |
| Interest Yield as at Date of Last Trade | | |
| 5 Year Fixed Semi Annual - 8.35% p.a.(Debenture matured and redeemed on 22/12/2019) | - | * |
| 5 Year Fixed Annual - 8.60% p.a. (Debenture matured and redeemed on 22/12/2019) | - | * |
| 6 Year Fixed Semi Annual - 8.60% p.a. | * | * |
| 6 Year Fixed Annual - 8.75% p.a. */ (04/06/2019) | * | 10.29% |
| Yield to Maturity of Trade Done on | | |
| 5 Year Fixed Semi Annual - 8.35% p.a.(Debenture matured and redeemed on 22/12/2019) | - | * |
| 5 Year Fixed Annual - 8.60% p.a. (Debenture matured and redeemed on 22/12/2019) | - | * |
| 6 Year Fixed Semi Annual - 8.60% p.a. | * | * |
| 6 Year Fixed Annual - 8.75% p.a. */ (04/06/2019) | * | 20.88% |
| Interest Rate of Comparable Government Security | | |
| - 5 Years (Debenture matured and redeemed on 22/12/2019) | - | 8.38% |
| - 6 Years | 5.24% | 8.85% |
| 2016 Issue | | |
| Market Prices during April to June (Ex Interest) | | |
| 5 Year Fixed Semi Annual - 13.00% p.a | | |
| - Highest Price | * | 100.00 |
| - Lowest Price | * | 100.00 |
| - Last Traded Price */ (21/06/2019) | * | 100.00 |
| 5 Year Floating Semi Annual - six months treasury bill rate + 1.5% | * | * |
| 7 Year Fixed Semi Annual - 13.75% p.a | | |
| - Highest Price | * | 102.61 |
| - Lowest Price | * | 102.00 |
| - Last Traded Price */(11/06/2019) | * | 102.61 |
| Interest Yield as at Date of Last Trade | | |
| 5 Year Fixed Semi Annual - 13.00% p.a */ (21/06/2019) | * | 13.42% |
| 5 Year Floating Semi Annual - six months treasury bill rate + 1.5% | * | * |
| 7 Year Fixed Semi Annual - 13.75% p.a */ (11/06/2019) | * | 13.86% |
| Yield to Maturity of Trade Done on | | |
| 5 Year Fixed Semi Annual - 13.00% p.a */ (21/06/2019) | * | 12.99% |
| 5 Year Floating Semi Annual - six months treasury bill rate + 1.5% | * | * |
| 7 Year Fixed Semi Annual - 13.75% p.a */ (11/06/2019) | * | 12.90% |
| Interest Rate of Comparable Government Security | | |
| - 5 Years | 5.31% | 9.18% |
| - 7 Years | 6.09% | 9.86% |
| 2018 Issue | | |
| Market Prices during April to June (Ex Interest) | | |
| 5 Year Fixed Semi Annual - 12.85% p.a | | |
| - Highest Price | * | 99.81 |
| - Lowest Price | * | 99.81 |
| - Last Traded Price */(11/06/2019) | * | 99.81 |
| 7 Year Fixed Semi Annual - 13.20% p.a. | | |
| - Highest Price | * | 99.00 |
| - Lowest Price | * | 99.00 |
| - Last Traded Price */(07/05/2019) | * | 99.00 |
| 10 Year Fixed Semi Annual - 13.50% p.a | | |
| - Highest Price | 107.97 | * |
| - Lowest Price | 107.97 | * |
| - Last Traded Price (28/05/2020)/* | 107.97 | * |
| Interest Yield as at Date of Last Trade | | |
| 5 Year Fixed Semi Annual - 12.85% p.a. */(11/06/2019) | * | 13.29% |
| 7 Year Fixed Semi Annual - 13.20% p.a. */(07/05/2019) | * | 13.77% |
| 10 Year Fixed Semi Annual - 13.50% p.a (28/05/2020)/* | 12.93% | * |
| Yield to Maturity of Trade Done on | | |
| 5 Year Fixed Semi Annual - 12.85% p.a. */(11/06/2019) | * | 12.90% |
| 7 Year Fixed Semi Annual - 13.20% p.a. */(07/05/2019) | * | 13.44% |
| 10 Year Fixed Semi Annual - 13.50% p.a (28/05/2020)/* | 11.90% | * |
| Interest Rate of Comparable Government Security | | |
| - 5 Years | 6.14% | 9.88% |
| - 7 Years | 6.76% | 10.21% |
| - 10 Years | 7.14% | 10.42% |
| 2019 Issue | | |
| Market Prices during April to June (Ex Interest) | | |
| 5 Year Fixed Annual - 15.00% p.a | | |
| - Highest Price | 107.96 | * |
| - Lowest Price | 99.93 | * |
| - Last Traded Price (08/06/2020) /* | 107.96 | * |
| 5 Year Fixed Semi Annual - 14.50% p.a. | | |
| - Highest Price | 99.99 | 100.73 |
| - Lowest Price | 99.99 | 100.72 |
| - Last Traded Price (26/05/2020) / (17/05/2019) | 99.99 | 100.72 |
| Interest Yield as at Date of Last Trade | | |
| 5 Year Fixed Annual - 15.00% p.a (08/06/2020)/* | 13.89% | * |
| 5 Year Fixed Semi Annual - 14.50% p.a. (26/05/2020)/(17/05/2019) | 15.03% | 14.92% |
| Yield to Maturity of Trade Done on | | |
| 5 Year Fixed Annual - 15.00% p.a (08/06/2020)/* | 12.25% | * |
| 5 Year Fixed Semi Annual - 14.50% p.a. (26/05/2020)/(17/05/2019) | 14.49% | 14.28% |
| Interest Rate of Comparable Government Security | | |
| - 5 Years | 6.44% | 9.99% |

* No trading during the period.

Seylan Bank PLC

Selected Performance Indicators

| Item | Bank | | Group | |
|--|------------|------------|------------|------------|
| | 30.06.2020 | 31.12.2019 | 30.06.2020 | 31.12.2019 |
| Regulatory Capital (LKR Mn.) | | | | |
| Common Equity Tier I | 42,603 | 43,052 | 43,494 | 43,943 |
| Total (Tier I) Capital | 42,603 | 43,052 | 43,494 | 43,943 |
| Total Capital Base | 54,828 | 56,704 | 55,591 | 57,466 |
| Regulatory Capital Ratios (%) | | | | |
| Common Equity Tier I Capital Ratio (Minimum Requirement - 7.00%) | 11.06 | 11.27 | 11.29 | 11.49 |
| Total Tier I Capital Ratio (Minimum Requirement - 8.50%) | 11.06 | 11.27 | 11.29 | 11.49 |
| Total Capital Ratio (Minimum Requirement - 12.50%) | 14.24 | 14.84 | 14.43 | 15.02 |
| Regulatory Liquidity | | | | |
| Statutory Liquid Assets (LKR Mn.) | 116,328 | 94,099 | | |
| Domestic Banking Unit (LKR Mn.) | 111,643 | 90,380 | | |
| Offshore Banking Unit (USD '000) | 34,073 | 29,493 | | |
| Statutory Liquid Assets Ratio (%) (Minimum Requirement 20 %) | | | | |
| Domestic Banking Unit | 24.85 | 21.40 | | |
| Offshore Banking Unit | 22.88 | 21.81 | | |
| Total Stock of High-Quality Liquid Assets (LKR Mn.) | 75,917 | 68,352 | | |
| Liquidity Coverage Ratio % | | | | |
| Rupee - (Minimum Requirement - 90% (2019 - 100%)) | 178.91 | 169.60 | | |
| All Currency - (Minimum Requirement - 90% (2019 - 100%)) | 130.90 | 116.01 | | |
| Net Stable Funding Ratio (%) (Minimum Requirement - 90% (2019 - 100%)) | 108.29 | 109.11 | | |
| Assets Quality (Quality of Loan Portfolio) | | | | |
| Gross Non-Performing Advances Ratio (%) (Net of Interest in Suspense) | 6.81 | 5.76 | | |
| Net Non-Performing Advances Ratio (%) (Net of Interest in Suspense and Provision) | 4.69 | 3.73 | | |
| Profitability | | | | |
| Interest Margin (%) | 3.92 | 4.20 | | |
| Return on Assets (before Tax) (%) | 0.90 | 1.04 | | |
| Return on Equity (%) | 7.20 | 9.29 | | |