



# Indian Bank

57, Sir Baron Jayatilleke Mawatha, Colombo 01

## FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2016

INCOME STATEMENT	Bank-Sri Lanka Rupees Thousands		SELECTED PERFORMANCE INDICATORS		Bank-Sri Lanka Rupees Thousands		STATEMENT OF FINANCIAL POSITION	
	Current Period From 01-04-2015 to 31-03-2016 (Audited)	Previous Period From 01-04-2014 to 31-03-2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)	Current Period 31.03.2016 (Audited)	Previous Period 31.03.2015 (Audited)
Interest Income	2,041,838	1,873,562	Regulatory Capital Adequacy				Assets	
Less: Interest expenses	876,057	926,250	Core Capital (Tier 1 Capital), Rs.Mn	5,007.87	5,006.32	Cash and cash equivalents	401,588	348,374
Net Interest Income	1,165,781	947,312	Total Capital Base, Rs.Mn	5,005.71	5,005.55	Balances with central banks	119,442	116,174
Fee and commission income	22,103	20,017	Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement 5%)	26.63%	29.02%	Placements with banks	29,233,956	36,161,612
Less: Fee and Commission Expenses	10,763	8,428	Total Capital Adequacy Ratio as % of Risk Weighted Assets -Rs.Mn (minimum Requirement 10%)	26.61%	29.02%	Derivatives	40,955	255,132
Net Fee and Commission Income	11,340	11,589	Assets Quality (Quality of Loan Portfolio)			Other financial assets held-for-trading	-	-
Net gain/(loss) from trading	-	-	Gross Non-Performing Advances % (net of interest in suspense)	19.10%	9.12%	Financial assets designated at fair value through profit or loss	-	-
Net gain/(loss) from financial instruments designated at fair value through profit or loss	-	-	Net-Non Performing Advances % (net of interest in suspense and Provision)	8.82%	1.14%	Loans and receivables for banks	-	-
Net Gain/(loss) from financial investment	-	-	Profitability			Loans and receivables for customers	10,973,880	9,680,742
Other Operating Income (net)	(22,426)	32,766	Interest Margin %	2.02%	1.84%	Financial investments - Available for Sale	19,070	27,255
Total Operating Income	1,154,695	991,667	Return on Assets (After Tax)%	0.72%	0.67%	Financial investments - Held-for-maturity	21,191,294	19,662,641
Impairment for loans and other losses	-	-	Return on Equity %	7.91%	5.15%	Financial investments - Loans & Receivables	-	-
Individual Impairment	323,235	(46,748)	Regulatory Liquidity			Investments in subsidiaries	-	-
Collective Impairment	(2,770)	5,279	Statutory Liquid Asset Ratio % (Minimum requirement 20%)			Investments in associates and joint ventures	-	-
Other	-	-	Domestic Banking Unit	7,150.44	5,736.82	Property, plant and equipment	28,831	15,013
Net Operating Income	834,230	950,180	Off-Shore Banking Unit	44,714.59	32,380.90	Investment properties	-	-
Personnel Expenses	62,815	71,099	Statutory Liquid Asset Ratio % (Minimum requirement 20%)			Goodwill and intangible assets	-	-
Depreciation and amortisation	5,009	3,099	Domestic Banking Unit	90.33%	92.93%	Deferred tax assets	2,713	7,037
Other Expenses	141,646	167,007	Off-Shore Banking Unit	83.38%	86.36%	Other assets	57,426	44,690
Operating Profit/(Loss) before VAT	624,760	708,993				Total Assets	62,069,155	66,318,669
Less: VAT on Financial Services	73,740	59,453				Liabilities		
Operating profit/(loss) after VAT	551,020	649,540				Due to banks	48,808,069	50,023,374
Share of Profits of associates and joint ventures	551,020	649,540				Derivative Financial Instruments	2,055	212,626
Profit/(loss) before tax	53,928	87,112				Other financial liabilities held-for trading	-	-
Less: Tax Expenses	497,092	562,428				Financial liabilities designated at fair value through profit or loss	7,143,304	10,647,210
Profit/(Loss) for the period	497,092	562,428				Due to other customers	-	-

### Statement of changes in Equity - Bank

In Sri Lanka Rupees Thousands	Stated capital/Assigned capital			Reserves					Total	Non-controlling interest	Total equity
	Ordinary Voting Shares	Ordinary non-voting shares	Assigned Capital	Statutory Reserve fund	Available for sale Reserve	Investment	Retained earnings	Foreign currency Translation Reserve			
Balance as at 31.03.2015 (Opening balance)	-	-	1,740,883	146,192	23,249	3,001,380	169,627	-	5,081,330	-	5,081,330
Total comprehensive income for the year	-	-	-	-	-	497,092	4,839	186,663	497,092	183,318	497,092
Profit/(loss) for the year	-	-	-	-	(8,184)	-	-	-	-	-	183,318
Other comprehensive income (net of tax)	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	-	-	-	-	-	-
Transactions with equity holders, recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	13,887	-	-	(13,887)	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	-	-	-	-	-
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31.03.2016 (Closing balance)	-	-	1,740,883	160,079	15,065	3,489,424	356,290	5,761,741	5,761,741	-	5,761,741

### COMPREHENSIVE INCOME

	Current Period From 01-04-2015 to 31-03-2016 (Audited)	Previous Period From 01-04-2014 to 31-03-2015 (Audited)
Profit/(loss) for the period	497,092	562,428
Other comprehensive Income Net of Tax	-	-
Change in revaluation surplus	-	-
Actuarial gains and losses on defined benefit plans	6,721	-
Gains and losses (arising from translating the financial statement of a foreign operation)	186,663	24,122
Gains and losses on re-measuring available for sale financial assets	(8,184)	7,326
Gains and losses on cash flow hedges	-	-
Others	(1,882)	-
Share of Profits of associates and joint ventures	-	-
Less: Tax expenses (income) relating to components of other comprehensive income	-	-
Other Comprehensive Income for the period, net of taxes	183,318	31,448
Total comprehensive income for the period	680,410	593,876

### Measurement of Financial Instruments

In Sri Lanka Rupees Thousands	a. Bank-Current year 31-03-2016				b. Bank-Previous Year -31-03-2015					
	Designated at fair value	HTM	Amortised cost	AFS	Total	Designated at fair value	HTM	Amortised cost	AFS	Total
ASSETS										
Cash and cash equivalents	-	-	401,588	-	401,588	-	-	348,374	-	348,374
Balances with central banks	-	-	119,442	-	119,442	-	-	116,174	-	116,174
Placements with banks	-	-	29,233,956	-	29,233,956	-	-	36,161,612	-	36,161,612
Derivative financial instruments	40,955	-	-	-	40,955	-	-	255,132	-	255,132
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	10,973,880	-	10,973,880	-	-	9,680,742	-	9,680,742
Financial investments	-	-	-	-	-	-	-	19,662,641	27,255	19,689,896
Total financial assets	40,955	21,191,294	40,728,866	19,070	21,210,364	19,070	61,980,185	46,306,902	27,255	66,251,930
LIABILITIES										
Due to banks	-	-	48,808,069	-	48,808,069	-	-	50,023,374	-	50,023,374
Derivative financial instruments	2,055	-	2,055	-	2,055	-	-	212,626	-	212,626
Other financial liabilities at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-
Due to other customers	-	-	7,143,304	-	7,143,304	-	-	10,647,210	-	10,647,210
Debt securities issued	-	-	-	-	-	-	-	-	-	-
Other borrowings	-	-	-	-	-	-	-	60,670,584	-	60,670,584
Total financial liabilities	2,055	55,951,373	55,953,428	-	55,953,428	-	-	60,883,210	-	60,883,210

### Loans and Receivables to other Customers

In Sri Lanka Rupees Thousand	Current Period As At 31.03.2016	Previous Period As At 31.03.2015
Gross loans and receivables	12,230,311	10,523,422
(Less): Individual impairment	(1,223,516)	(808,460)
Collective impairment	(32,915)	(34,220)
Net Loan and receivables including those designated at fair value through profit or loss	-	-
(Less): Loans and receivables designated at fair value through profit or loss	-	-
Net Loans and Receivables	10,973,880	9,680,742

### Loans and Receivables to other Customers

In Sri Lanka Rupees Thousand	Current Period As At 31.03.2016	Previous Period As At 31.03.2015
By product - Domestic Currency		
Overdraft	1,905,638	1,487,363
Term Loan	1,781,144	1,460,163
Other Loans	565,529	208,673
Sub Total	4,252,311	3,156,199
By product - Foreign Currency		
Overdraft	20,803	7,331
Term Loan	2,956,720	2,743,330
Other Loans	5,000,477	4,616,562
Sub Total	7,978,000	7,367,223
Total	12,230,311	10,523,422

### Due to Other Customers - By Product

In Sri Lanka Rupees Thousand	Current Period As At 31.03.2016	Previous Period As At 31.03.2015
By product - Domestic Currency		
Demand Deposits (Current Accounts)	131,640	324,798
Savings Deposits	169,879	182,809
Fixed Deposits	1,589,745	1,496,526
Other Deposits	222,387	25,050
Sub Total	2,113,651	2,028,983
By product - Foreign Currency		
Demand Deposits (Current Accounts)	205,799	122,110
Savings Deposits	226,058	146,359
Fixed Deposits	4,597,786	8,349,758
Other Deposits	0	0
Sub Total	5,029,653	8,618,227
Total	7,143,304	10,647,210

### SUMMARISED BALANCE SHEET

	Current Period as at 31.03.2016 (Audited)	Previous Period as at 31.03.2015 (Audited)
<b>On-Balance Sheet Assets</b>		
Cash in Hand	5,371,312	4,010,209
Balance with Central Bank of Sri Lanka /Other Central Banks	86,373,201	79,000,490
Due From Banks and Other Financial Institutions	28,248,394	47,801,036
<b>Investments-Trading Account</b>	<b>247,033,850</b>	<b>129,687,297</b>
Government Security	166,296,503	81,476,075
Other Securities	80,737,347	48,211,222
Investments-Held -to-Maturity (Net of Provision made for decline in investment value)	283,407,785	327,220,956
Government Securities	254,524,567	326,682,427
Other Securities	28,883,219	538,529
Less: Provision for decline in value of Investments	-	-
<b>Investments in Associates and Subsidiaries</b>	<b>451,500</b>	<b>374,962</b>
<b>Total Loans and Advances</b>	<b>1,326,321,439</b>	<b>1,288,316,898</b>
<b>Total Performing Loans and Advances</b>	<b>1,238,051,015</b>	<b>1,231,612,483</b>
Bills of Exchange	13,755,768	23,585,318
Overdrafts	330,827,680	270,924,281
Lease Rentals Receivable	-	-
Other Loans	893,467,567	937,102,884
<b>Total-Non-performing Loans and Advances</b>	<b>88,270,424</b>	<b>56,704,415</b>
Bills of Exchange	805,304	2,785,329
Overdrafts	17,522,272	11,659,168
Lease Rentals Receivable	-	-
Other Loans	69,942,848	42,259,918
Interest Receivables	-	-
<b>Total Gross Loans and Advances</b>	<b>1,326,321,439</b>	<b>1,288,316,898</b>
Less:		
Suspended Interest	-	-
Specific Loan Loss Provisions	35,363,076	29,213,840
General Loan Loss Provisions	467,600	467,600
<b>Net Loans and Advances</b>	<b>1,290,490,763</b>	<b>1,258,635,458</b>
Other Assets	59,904,334	50,072,667
Intangible Assets	711,960	1,869,371
Investment Properties	-	-
Fixed Assets (Net of accumulated Depreciation of Fixed Assets)	35,110,720	29,687,285
<b>Total on Balance Sheet Assets</b>	<b>2,037,103,821</b>	<b>1,928,359,731</b>
<b>On-Balance Sheet Liabilities</b>		
<b>Total Deposits</b>	<b>1,782,858,426</b>	<b>1,692,252,717</b>
Demand Deposits	92,774,433	84,671,069
Savings Deposits	464,817,686	402,248,242
Time Deposits	1,225,266,306	1,205,333,406
Margin Deposits	-	-
Other Deposits	-	-
<b>Total Borrowings</b>	<b>35,093,165</b>	<b>26,460,934</b>
Borrowings from CBSL	-	-
Borrowings from Banks and Financial Institutions in Sri Lanka	-	-
Borrowings from Banks and Financial Institutions Abroad	20,092,136	8,131,804
Securities sold under repurchase agreements	10,000,000	10,000,000
Subordinated Term Debts	5,001,029	8,329,130
Other Borrowings	7,840,780	10,522,099
Deferred Taxation	-	-
Current Taxation	-	-
Other Liabilities	48,713,683	48,169,254
<b>Total on Balance Sheet Liabilities</b>	<b>1,874,506,053</b>	<b>1,777,405,004</b>
<b>Minority Interest</b>		
<b>Equity Capital and Reserves</b>	<b>162,597,768</b>	<b>150,954,727</b>
Share Capital/Assigned Capital	4,802,917	4,802,917
Statutory Reserves Fund	37,591,081	35,812,581
Total Other Reserves	120,203,771	110,339,229
<b>Total On-Balance Sheet Liabilities and Equity Capital and Reserves</b>	<b>2,037,103,821</b>	<b>1,928,359,731</b>
<b>Off-Balance Sheet Items and Contra Accounts</b>		
Contingencies	297,525,228	380,376,789
Commitments and Contra Accounts	-	-
<b>Memorandum Information</b>		
Number of Employees		