

## Indian Bank 57, Sir Baron Jayatilleke Mawatha, Colombo 01

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE 2014																
INCOME STATEMENT	Bank-Sri L Current F From 01-0 to 30-06 (Un- Aud	t Period 04-2014 06-2014	pees Thousa Previous F From 01-04 to 30-06- (Un- Aud	s Period -04-2013 -6-2013	Regulatory C	SELECTED PERFORMANCE INDICATORS Regulatory Capital Adequacy Core Capital (Tier 1 Capital)			30.06. (Un-au		31.03.20 (Audited	:014 ed)	STATEMENT OF FINANCIAL POSITION	Bank-Sri Lankan R Current Period 30.06.2014 (Un-Audited)	Rupees Thousands  Pervious Period 31/03/2014 (Audited)	
Interest Income Less: Interest expenses Net Interest Income Fee and commission income Less: Fee and Commission Expenses Net Fee and Commission Income	1,7	3,070	13331	5,229	Total Capital Core Capital (Minimum Re Total Capital	al Base, al Adequacy R Requirement	Ratio, as % of at 5%) Ratio as % of			4,0	,073.24 ,069.51 25.99% 25.96%	4,307.5 4,312.6 30.39 30.42	2.03 39%	Assets Cash and cash equivalents Balances with central banks Placements with banks Derivatives Other financial assets held-for-trading	1,857,486 111,418 21,453,907 131	178,984 121,687 19,785,722
Net gain/ (loss) from trading Net gain/(loss) from financial instruments designated at fair value through profit or loss Net Gain/ (loss) from financial investment Other Operating Income (net) Total Operating Income Impairment for loans and other lossess	(1,7: <b>232,</b> 4		6 <b>264,</b> 7	694 1,750	Gross Non-Pe Net-Non Per and Provisio	-Performing Adv erforming Adv sion )	of Loan Portf Advances % (r dvances % (net	(net of interes	est in suspense) in suspense	/	6.46% 0.00%	6.63 2.73		Financial assets designated at fair value through profit or loss Loans and receivables for banks Loans and receivables for customers Financial investements - Available -for- Sale Financial investments - Held -for-maturity Financial Investments - Loans & Receivables	10,898,925 21,807 13,700,611	10,530,797 19,928 11,824,182
Individual Impairment Collective Impairment Other Net Operating Income	2,0 230,2		2 <b>63,0</b>		Profitability Interest Margin % Return on Assets (before Tax)% Return on Equity %				2.08% -1.60% -14.65%	2.55 1.30 7.73	30%	Investments in subsidiaries Investments in associates and joint ventues Property, plant and equipment Investment properties Goodwill and intangible assets	17,337	18,135		
Personnel Expenses Depreciation and amortisation Other Expenses Operating Profit/(Loss) before VAT Less: VAT on Financial Services	70,8 <b>141,3</b>	- Independent	9 16,5 <b>228,9</b> 18,7	3,780		/ Liquidity Liquid Asset Rs estic Banking				4	,303.74	3,909.	0.10	Deffered tax assets Other assets Total Assets	5,324 336,600 48,403,546	5,326 79,270 42,564,031
Operating profit/(loss) after VAT Share of Profits of associates and joint ventures Profit/(loss) before tax Less: Tax Expenses Profit/(loss) for the period	141,3 141,3 141,3	.,381	210,1 210,1 28,4 181,6	<b>),179</b> 3,481	Off-Sho Statutory Liq Domes	hore Banking	g Unit Ratio % (Minim g Unit	mum requirer	ment 20%)	25,4 8	,491.19 83.21% 80.94%	24,044.5 89.14 95.05	4.58 14%	Liabilities Due to banks Derivative Financial Instruments Other financial liabilities held-for trading Financial liabilities designated at fair value through profit or loss	37,729,924 34,139	31,692,742 35,148
Profit/(1033) for the period		ADDRESS OF	of chang	nges In E	Equity - E	Bank Rese	serves						1370	Due to other customers Other Borrowings Debt securities issued Current tax liabilities	5,451,860 1,966	6,037,468 1,966
In Sri Lanka Rupees Thousands  Balance as at 31.03.2014 (Opening balance)		Ordinary Voting Shares	Ordinary non-voting shares		Reserve fund	for sale Reserve	208,000	Earnings	Translation Reserve	Total 4,487,452	Non- controllin interest		/	Deferred tax liabilities Othe Provisions Other Liabilities Due to subsidiaries Subordinated term debts	294,998 274,557	294,764 14,490
Total comprehensive income for the year Profit/(loss) for the year Other comprehensive income (net of tax) Total comprehensive income for the year					130,636	1,878	0.50	141,381		141,381 (16,531)		141,5 (16,5	1,381	Total Liabilties  Equity Stated capital/Assigned Capital Statutory Reserve fund	1,740,883 144,378	38,076,578 1,740,883 138,050
Transactions with equity holders, recognised direct Share issue/increase of assigned capital Share options exercised Bonus issue Rights issue Transfers to reserves during the period Dividends to equity holders Profit transferred to head office Gain/(loss) on revaluation of Property,	tly in equity				6,328	1420		(6,328)	)					Retained earnings Other Reserves Total equity of the owners of the parent non- controlling interest Total Equity Total Equity Total Equity and Liabilities Contingent Liabilities and Commitments Number of Employee Number of Branches	2,374,146 356,695 4,616,102 48,403,546 5,453,255 29 2	2,239,094 369,426 4,487,453 42,564,031 5,114,188 27 2
Plant and Equipment (if cost method is adopted) Others Total transactions with equity holders	/						3,800			3,800			3,800	COMPREHENSIVE INCOME	Bank-Sri Lankan R Current Period From 01-04-2014 to 30-06-2014	Previous Period From 01-04-2013 to 31.03.2014
Balance as at 30.06.2014 (Closing balance)	Me	asurer	pent of	1,740,883	ial Instru			2,374,146	6 127,095	4,616,102		4,616,1	,102		(Un-Audited)	(Audited)
In Sri Lanka Rupees Thousands HFT	a.	a. Bank-C	Current Yea	ear -30.06.20	2014				Bank-Curren	1		Water and		Profit /(loss) for the Period  Other comprehensive Income Net of Tax	141,381	32,037
ASSETS Cash and cash equivalents Balances with central banks Placements with banks Derivative financial instruments Other financial assets at fair value through profit or loss Loans and receivables to banks	Designated at fair	fair value HTN	- 1,85 - 11	,857,486 ,111,418 ,453,907	AFS Hedging	1,857,486 111,418 21,453,907 131	- 66 8 7	d at fair value	HTM A	178,984 121,687 19,785,722	AFS H	17	178,984 121,687 ,785,722	Change in revaluation surplus Actuarial gains and losses on defined benefit plans Gains and losses (arising from translating the financial statement of a foreing operation) Gains and losses on re-measuring available for sale financial assets Gains and losses on cash flow hedges Others	(18,409) 1,878	41,617 1,592
Loans and receivables to other customers Financial investments Total financial assets In Rupees Thousands UABILITIES	131 Designated at fair	13,700	00,611	,321,736 21,	21,807 21,807 edging	10,898,925 13,722,418 <b>48,044,285</b> Total	8	- - d at fair value	11,824,182	10,530,797 - 30,317,190 cost	19,928 19,928 Hedging	11,84	,530,797 ,844,110 , <b>461,300</b>	Share of Profits of associates and joint ventures Less: Tax expenses (income) relating to components of other compresenvie income Other Comprehensive Income for the Period, net of taxes	(16,531)	43,209
Due to banks Derivative financial instruments Other financial liabilities at fair value through profit or loss Due to other customers	34,139 - 5,451,860		±1 ±1	37,729,924 34,139 35,148 5,451,860 - 6,037,468			2 =	31,692,742 35,148 - 6,037,468		742	Total comprehensive income for the period  CERTIFICATION: We, the undersigned, being the Chief Executive Officer and Compliance Officer of a) the above statements have been prepared in compliance with the format and d) the information contained in these statements have been extracted from the ur	124,850 75,246  If Indian Bank certify jointly that:- definitions prescribed by the Central Bank of Sri Lanka. Inaudited financial statements of				
Debt securities issued Other borrowings Total financial liabilities	34,139		43,181,784	1 1 1		43,215,923	-	35,148	37,730,210	-		37,765,35	*	the Bank unless indicated as audited Sd Praveen Kumar Dangi CHIEF EXECUTIVE OFFICER Date: 29-08-2014	Sd W B C TILLAK COMPLIANCE	ERATNE

Loans and Receivables to other Customers			Loans and Receivables	to other Cu	ıstomers	Movements in Individual and Colle Period for Loans and Reco			Due to Other Customers - By Product		
In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014	In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014	In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014	In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014
Gross loans and receivables (Less): Individual impairment Collective impairment	11,688,853 (748,440) (41,488)	(750,392)	By product - Domestic Currency Overdraft Term Loan Other Loans	1,429,396 1,632,202 253,493	1,444,062 2,201,619	Individual impairment charges Opening balance Charges/(Write back) to income statements Net-write-off during the year	750,392 134 (2,086)	94,334 655,204	By product - Domestic Currency Demand Deposits (Current Accounts) Savings Deposits Fixed Deposits	276,338 172,542 1,502,861	14,573 177,273 1,528,401 358,919
Net Loan and receivables including those designated at fair value through profit or loss	8	S	Sub Total By product - Foreing Currency Overdraft	3,315,091 7,248	3,948,976 6,016	Other movements Closing balance Collectiv impairment charges Opening balance at 1st April	748,440 789,590	854 750,392 29,859 8,933	Other Deposits Sub Total By product - Foreing Currency Demand Deposits (Current Accounts)	22,119 1,973,860 28,138	358,919 2,079,166 35,232 144,423
(Less): Loans and receivables designated at fari value through profit or loss Net Loans and Receivables	10,898,925	2	Term Loan Other Loans Sub Total <b>Total</b>	2,744,662 5,621,852 8,373,762 11,688,853	7,371,411	Charges/(Write back) to income statements Net-write-off during the year Other movements Closing balance at Total	2,058 (750,160) 41,488 789,928	8,933 - 406 	Savings Deposits Fixed Deposits Other Deposits Sub Total Total	108,848 3,341,014 3,478,000 5,451,860	3,778,647 3,958,302 6,037,468

	Global - Indian I	Rupees Thousands	
SUMMARISED BALANCE SHEET	Current Period	Current Period	
SOMMARISED BALANCE SHEET	as at 30.06.2014 (Un-Audited)	as at 31.03.2014 (Audited)	
On-Balance Sheet Assets	2 040 040	2 501 705	Interest
Cash in Hand Balance with Central Bank of Sri Lanka /Other Central Banks	3,810,040 57,583,894	2,601,706 74,975,096	Intere
Due From Banks and Other Financial Institutions	26,459,021	27,328,594	intere
Investments-Trading Account	109,790,716	128,208,895	Less: In
Government Security	35,118,765	60,912,705	Inter
Other Securities	74,671,951 360,492,624	67,295,090 340,521,407	Inter
Investments-Held -to-Maturity (Net of Provision made for decline in investment value) Government Securities	353,821,447	338,262,749	Net Inte
Other Securities	6,671,177	2,258,658	I I Wee mice
Less: Provision for decline in value of Investments	STATE STATE	MATERIAL STATE	Non-Int
Investments in Associates and Subsidiaries	374,962	374,962	Forei
Total Loans and Advances	1,176,527,738 1,129,286,480	1,243,586,548 1,197,951,744	Othe
Total Performing Loans and Advances Bills of Exchange	23,435,908	25,504,317	Less: No
Overdrafts	256,384,801	579,993,852	Perso
Lease Rentals Receivable			Provi
Other Loans	849,465,771 47,241,258	592,453,575 45,634,804	Prem Loss
Total-Non-performing Loans and Advances Bills of Exchange	2,797,062	2,534,400	Amor
Overdrafts	12,003,602	10,841,700	Other
Lease Rentals Receivable	32,440,594	32,258,704	
Other Loans			Less: Pr
Interest Receivables	1,176,527,738	1,243,586,548	Provis
Total Gross Loans and Advances Less:	1,170,527,730	1,243,300,340	Recov
Suspended Interest	127 622 623	122 E123 E123	Loans
Specific Loan Loss Provisions	21,878,589	20,561,490	Less Pro
General Loan Loss Provisions	935,200 1,153,713,949	935,200 1,222,089,858	Less Fit
Net Loans and Advances	44,316,848	46,238,108	Operati
Other Assets Intangible Assets	***************************************	1,607,663	
Investment Properties	20 402 040	20 224 020	Less: Va
Fixed Assets (Net of accumulated Depreciation of Fixed Assets)	29,192,849 1,785,734,903	29,321,820 1,873,267,009	Operati
Total on Balance Sheet Assets	1,763,734,303	1,873,207,003	1.50 2
On-Balance Sheet Liabilities			Share o
Total Deposits	1,553,358,652	1,622,748,193	Operati
Demand Deposits	68,150,201 365,752,193	71,598,988 36,906,509	
Savings Deposits	1,119,456,258	1,182,142,696	Less: Ta
Time Deposits Margin Deposits	SAME CONTROL OF THE C		Operati
Other Deposits	20.752.669	40 620 730	Other P
Total Borrowings	30,752,668	49,638,720	Net Pro
Borrowings from CBSL			
Borrowings from Banks and Financial Institutions in Sri Lanka Borrowings from Banks and Financial Institutions Abroad	15,897,381	14,816,290	
Securites sold under repurchase agreements	10 001 000	10 001 000	SEL
Subordinated Term Debts	10,901,000 3,954,287	10,901,000 23,921,430	- n
Other Borrowings	9,644,216	9,649,775	Regulat
Deferred Taxation Current Taxation	G0 5 55 9 20	120 5 10 5 10	Core Ca
Other Liabilities	51,347,211	52,519,940	Total Ca Core Ca
Total on Balance Sheet Liabilities	1,645,102,747	1,734,556,628	(Minimi
Minority Interest	140,632,156	138,710,381	Total Ca
Equity Capital and Reserves	4,648,485	4,648,485	(Minimu
Share Capital/Assigned Capital Statutory Reserves Fund	33,297,580	33,297,580	Assets 0
Total Other Reserves	102,686,091 1,785,734,903	100,764,316 1,873,267,009	Gross N
Total On-Balance Sheet Liabilities and Equity Capital and Reserves	1,703,734,303	1,073,207,009	(net of I
Off Palance Shoot Items and Centra Assessats	470,206,582	438,854,172	Net Nor
Off-Balance Sheet Items and Contra Accounts Contingencies	470,206,582	438,854,172	(net of
Commitments and Contra Accounts			Profital
Memorandum Information			Interest
Number of Employees	20680	19429	Return
Number of Branches	2270	2253	Return

	Global-Indian Ru	upees Thousands
	Current Period	Previous Period
SUMMARISED PROFIT AND LOSS ACCOUNT	as at 30.06.2014	as at 30.06.2013
	(Un-Audited)	(Un-Audited)
Interest Income	39,287,771	36,658,059
Interest Income On Loans & Advances Interest Income on Other Interest Earning Assets	29,704,685 9,583,086	27,870,942 8,787,117
Less: Interest Expenses	28,568,098	25,690,076
Interest Expenses on Deposits Interest Expenses on Other Interest Bearing Liabilities	27,995,848 572,250	25,044,891 645,185
Net Interest Income	10,719,673	10,967,983
Non-Interest Income	2,160,541	5,305,871
Foreign Exchange Income Other Income	310,977 1,849,564	455,585 4,850,286
Other income		
Less: Non-Interest Expenses Personnel Costs	<b>6,510,226</b> 4,229,739	<b>7,680,915</b> 5,760,681
Provision for Staff Retirement Benefits	The state of the s	DEMINOR/INSTANCE
Premises, Equipment and Establishment Expenses Loss on Trading/Investment Securities	571,206 8,188	802,811 9,155
Amortisation of Intangible Assets		,
Other Operating Expenses	1,701,093	1,108,268
Less: Provision for Bad & Doubtful Debts and Loans Written Off	3,906,846	3,504,706
Provision - General Provision - Specific	1,152,140 2,754,706	473,634 3,031,072
Recoveries (-)	NO. 10. 10. 10. 10. 10. 10. 10. 10. 10. 10	500 A COST A COST COST
Loans Written Off		
Less Provision for Decline in Value of Investments (Net)	998,810	192,143
Operating Profit on Ordinary Activities before Taxes	3,461,952	4,896,090
Less: Value Added Tax on Financial Services		
Operating Profit on Ordinary Activities Before Corporate Tax	3,461,952	4,896,090
Share of Subsidiaries/ Associates Companies' Profit		
Operating Profit Before Corporate Tax	3,461,952	4,896,090
Less: Tax on Profit on Ordinary Activities	1,042,228	1,737,771
Operating Profit for the Period	2,419,724	3,158,319
Other Provisions Net Profit	348,127 2,071,597	15,594 3,173,913
rece from		Rupees Thousands
05/ 50750 05050044405 14/0447000	Current Period	Previous Period
SELECTED PERFORMANCE INDICATORS	as at 30.06.2014 (Un-Audited)	as at 31-03-2014 (Audited)
Regulatory Capital Adequacy		
Core Capital (Tier Capital) Rs.Mn Total Capital Base, Rs.Mn	114,769.10 143,419.12	106,509.18 128,057.92
Core Capital Adequacy Ratio as % of Risk Weighted Assets	143,413.12	120,037.32
(Minimum Requirement 5%)	10.97%	10.88%
Total Capital Adequacy Ratio as % of Risk Weighted Assets (Minimum Requirement 10%)	13.71%	13.08%
Assets Quality (Quality of Loan Portfolio)	0.00000000	
Gross Non-Perfoming Advances Ratio % (net of Interest in Suspense)	4.01%	3.33%
	3.400/	2.200
Net Non-Perfoming Advances Ratio % (net of Interest in Suspense and Provisions)	2.48%	2.26%
Profitability	,	2.3
Interest Margin,% Return on Assets(Before Tax)%	2.44% 0.68%	3.09% 1.18%
Return on Equity %	7.12%	14.89%

			Equity (	Capital		Global Indian Rupees					
Item	Ordinary Voting Shares	Ordinary Non-voting Shares	Non -Cumulative Reedeemable Preference Shares	Assigned Captial	Reserve Fund	Share Premium	Revaluation Reserves	General Reserves	Other Reserves	Income Statement	Total
Balance As at 31-03-2014 (Opening Balance)	4,648,485	:=	*	4,648,485	33,297,580	10,611,165	23,354,577	64,916,332	928,782	138,710,381	119,724,282
Issue of Shares/Increase of assigned capital			*		(**)	(#)	(00)	2.00	×	×:	X <b>9</b> 0
Bonus Issue		85		15	150	253	88	88		8.	3.5
Right Issue		(#)	e.	1.50	150	121		121			the contract of the
Surplus on revaluation of property	8		8.	1.5	1.5		(149,822)		8	(149,822.00)	(299,644)
Net profit for the period	2	22	2.1	725	1/25	725	22		2	20 20 20 20	220
Transfer to reserves during the period	2	12	<b>9</b> 1	160	191		141	141	2,071,597	2,071,597	4,143,194
Dividend paid	×	(2)	9	120	120	(=)	(2)	(2)	=	9	8.50
Profit transferred to Head Office Others	8	19e	9.	(40	(*)				9	· ·	
Others	*		9.1	(*	(e			390	*		(725
Balance As at 30-06-2014 (Closing Balance)	4,648,485.00	130		4,648,485	33,297,580	10,611,165	23,204,755	64,916,332	3,000,379	140,632,156	123,567,832