



Indian Bank

356, Galle Road, Colombo 03

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2021

INCOME STATEMENT	Bank-Sri Lankan Rupees Thousands		SELECTED PERFORMANCE INDICATORS	30.06.2021	31.03.2021	STATEMENT OF FINANCIAL POSITION	Bank-Sri Lankan Rupees Thousands	
	Current Period from 01.04.2021 to 30.06.2021 (Unaudited)	Previous Period from 01.04.2020 to 30.06.2020 (Unaudited)		(Unaudited)	(Audited)		Current Period 30.06.2021 (Unaudited)	Previous Period 31.03.2021 (Audited)
Interest Income	939,349	841,557	Regulatory Capital Adequacy (Rs. Min)	9,961.63	9,961.63	Assets		
Interest Expenses	165,532	356,790	Common Equity Tier 1	9,959.65	9,959.65	Cash and cash equivalents	417,071	934,728
Net Interest Income	773,817	484,767	Core (Tier 1) Capital	10,089.89	10,089.89	Balances with central banks of Sri Lanka	47,352	51,612
Fee and Commission Income	18,453	6,053	Regulatory Capital Ratios (%)			Placements with banks	31,716,216	38,075,223
Fee and Commission Expenses	1,044	1,240	Common Equity Tier 1 Capital (%) (Minimum Requirement 7%)	40.07%	36.08%	Derivative financial instruments	98,450	67,100
Net fee and commission income	17,409	4,813	Tier 1 Capital ratio (%) (Minimum Requirement 8.5%)	40.06%	36.07%	Financial assets recognized through profit or loss		
Net gains/(losses) from trading	-	-	Total Capital Ratio (%) (Minimum Requirement 12.5%)	40.59%	36.55%	Measured at fair value	-	-
Net fair value gains/(losses) on:	-	-	Leverage Ratio (Minimum Requirement 3%)	13.57%	10.10%	designated at fair value	-	-
Financial assets at fair value through profit or loss	-	-	Regulatory Liquidity			Financial assets at amortised cost	-	-
Financial liabilities at fair value through profit or loss	-	-	Statutory Liquid Asset Rs.Mn	12,073.02	7,825.82	Loans and advances	17,874,532	18,563,091
Net gains/(losses) on derecognition of financial assets:	-	-	Domestic Banking Unit	41,257.11	55,473.50	Other instruments	11,479,769	11,559,308
at fair value through profit and loss	-	-	Off-Shore Banking Unit			Financial assets measured at fair value through other comprehensive income	10,729	10,443
at amortised cost	-	-	Statutory Liquid Asset Ratio % (Minimum requirement 20%)	99.67%	84.49%	Investment in subsidiaries	-	-
at fair value through other comprehensive income	-	-	Domestic Banking Unit	73.74%	97.51%	Investment in associates and joint ventures	-	-
Net other operating income	69,396	8,859	Off-Shore Banking Unit	2,250.06	2,999.44	Property plant and equipment	15,769	16,473
Total Operating Income	860,622	498,439	Total Stock of High-Quality Liquid Assets			Investment properties	-	-
Impairment Charges	4	34,484	Liquidity Coverage ratio (%) (Minimum requirement 90%)	1288.00%	2781.00%	Goodwill and intangible assets	-	-
Net Operating Income	860,618	463,958	Rupee (%)	281.62%	331.20%	Deferred tax assets	-	-
Personnel Expenses	19,702	17,678	All Currency (%)	133%	123%	Other assets	85,308	92,898
Depreciation and amortization expenses	5,030	1,047	Net Stable Funding Ratio (%) - (Minimum requirement 90%)	9.73%	9.38%	Total Assets	61,745,196	69,370,876
Other expenses	20,401	29,319	Assets Quality (Quality of Loan Portfolio)	0.45%	0.43%	Liabilities		
Operating profit/(loss) before value added (VAT) and Nation Building Tax (NBT) on financial services	815,485	415,912	Gross Non-Performing Advances % (net of interest in suspense)	9.73%	9.38%	Due to banks	38,899,014	46,916,148
Value Added Tax (VAT) and Nation Building Tax (NBT) on financial services	92,725	35,135	Net-Non Performing Advances % (net of interest in suspense and Provision)	0.45%	0.43%	Derivative financial instruments	-	-
Operating profit / (loss) after VAT & NBT	722,760	380,777	Profitability			Financial liabilities recognized through profit or loss	-	-
Profit / (loss) before tax	722,760	380,777	Interest Margin (%)	4.19%	3.50%	Measured at fair value	-	-
Income tax expenses	59,050	98,321	Return on Assets (Before Tax) (%)	3.94%	2.46%	designated at fair value	-	-
Profit/(loss) for the period	663,710	282,456	Return on Equity (%)	22.37%	16.03%	Financial liabilities at amortised cost	9,817,589	10,178,298

Statement of changes In Equity - Bank								
In Sri Lanka Rupees Thousands	Stated capital/Assigned capital			Reserves				Total
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital	Statutory Reserve fund	OCI Reserve	Fair value reserve	Retained earnings	
Balance as at 01.04.2021 (Opening balance)			1,740,882	430,643	1,837,523	5,437	7,566,423	11,580,909
Total comprehensive income for the year							663,710	663,710
Profit/(loss) for the year					29,483	286	29,769	663,710
Other comprehensive income (net of tax)					29,483	286	663,710	693,479
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								
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 30.06.2021 (Closing balance)			1,740,882	430,643	1,867,006	5,723	8,230,133	12,274,387

STATEMENT OF COMPREHENSIVE INCOME	Bank-Sri Lankan Rupees Thousands		CASH FLOW STATEMENT	Bank-Sri Lankan Rupees Thousands	
	Current Period from 01.04.2021 to 30.06.2021 (Unaudited)	Previous Period from 01.04.2020 to 30.06.2021 (Audited)		Current Period 30.06.2021 (Unaudited)	Previous Period 31.03.2021 (Audited)
Profit / (loss) for the period	663,710	1,808,460	Cash flows from operating activities	722,760	1,803,008
Items that will be reclassified to Income Statement			Profit before tax		
Exchange differences on translation of foreign operations	29,483	352,791	Adjustments for:		
Net gains/(losses) on cash flow hedges			Non-cash items included in the profit before tax	52,241	254,060
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	286	(124)	Changes in operating assets	656,842	(6,031,092)
Less: Tax expense relating to items that will be reclassified to profit or loss			Changes in operating liabilities	(8,294,383)	(486,556)
Items that will not be reclassified to Income Statement			Dividend income	-	(1,908)
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income			Tax paid	-	(23,889)
Change in fair value attributable to change in the bank's own credit risk on financial liabilities designated at fair value through profit or loss			VAT paid	(80,737)	(160,957)
Remeasurement of post-employment benefit obligations	-	(455)	Operating lease rental paid	(4,382)	(5,623)
Changes in revaluation surplus			Gratuities paid	(654)	(3,304)
Less: Tax expense relating to items that will not be reclassified to Income Statement	-	109	Net cash generated from operating activities	(6,948,313)	(4,656,261)
Other comprehensive income for the period net of taxes	29,769	352,320	Cash flows from investing activities		
Total comprehensive income for the period	693,479	2,160,780	Purchase of property, plant and equipment	(155)	(3,537)
Attributable to:			Sales of property, plant and equipment	-	2,285
Non-controlling interests			Net investment in financial assets at amortized cost	77,903	4,727,688
			Net investment in fair value through OCI assets	-	(1,000)
			Net investment in other financial assets	-	(1,152,962)
			Dividends received	-	1,908
			Net cash used in investing activities	77,748	3,574,382
			Cash flows from financing activities		
			Assigned capital received from head office	-	-
			Net cash generated from financing activities	-	-
			Net increase / (decrease) in cash and cash equivalents	(6,870,565)	(1,081,879)
			Cash and cash equivalents at the beginning of the year	39,033,502	40,115,381
			Cash and cash equivalents at the end of the year	32,162,937	39,033,502

CERTIFICATION:

We, the undersigned, being the Chief Executive Officer and Manager (Finance) of Indian bank certify jointly that:-

a) the above statement have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.

b) the information contained in these statements have been extracted from the unaudited financial statements of the Bank unless indicated as audited.

Sd
M. BASHEER AHAMED
CHIEF EXECUTIVE OFFICER
Date : 20-08-2021

Sd
MALSHA SENARATHNA
MANAGER (FINANCE)

SUMMARISED BALANCE SHEET	Global - Indian Rupees Thousands	
	Current Period as at 30/06/2021 (Unaudited)	Previous Period as at 31/03/2021 (Audited)
On-Balance Sheet Assets		
Cash in Hand	22,633,646	16,582,776
Balances with Central Bank of Sri Lanka/Other Central Banks	261,187,249	258,868,041
Due from Banks and Other Financial Institutions	240,525,880	265,147,954
Investments - Trading Account	672,270,424	478,740,723
Government Securities	561,864,440	356,315,896
Other Securities	110,405,984	122,424,827
Investments - Held-to-Maturity (Net of provisions made for decline in value of investments)	1,118,375,500	1,284,467,258
Government Securities	896,443,564	1,063,011,325
Other Securities	221,931,936	221,455,933
Less: Provision for decline in value of investments	2,161,681	2,161,681
Investments in Associates and Subsidiaries	3,896,254,982	3,903,169,562
Total Loans and Advances	3,518,663,162	3,518,616,099
Total Performing loans and Advances		
Bills of Exchange	29,200,346	23,032,106
Overdrafts	2,018,182,058	1,933,423,775
Lease Rentals Receivable		
Other Loans	1,471,280,758	1,562,160,218
Total Non-performing loans and Advances	377,591,820	384,553,463
Bills of Exchange	4,526	599,985
Overdrafts	164,100,984	219,932,810
Lease Rentals Receivable		
Other Loans	213,486,310	164,020,668
Interest Receivables	-	-
Total Gross Loans and Advances	3,896,254,982	3,903,169,562
Less:		
Interest in Suspense	3,841,430	3,429,264
Specific Loan Loss Provisions	247,999,721	258,930,292
General Loan Loss Provisions	707,600	707,600
Net Loans and Advances	3,643,706,231	3,640,102,406
Other Assets	150,995,431	211,771,374
Intangible Assets	31,744,969	28,444,872
Investment properties	-	-
Fixed Assets (Net of accumulated depreciation)	73,087,241	73,763,114
Total on Balance Sheet Assets	6,216,688,252	6,260,050,199
On-Balance Sheet Liabilities		
Total Deposits	5,400,820,657	5,380,711,149
Demand Deposits	284,083,437	323,445,669
Savings Deposits	1,924,653,348	1,952,502,937
Time Deposits	3,192,083,872	3,104,762,543
Margin Deposits	-	-
Other Deposits	-	-
Total Borrowings	203,871,155	261,745,981
Borrowings from CBSL	45,193	50,089
Borrowings from Banks and Financial Institutions in Sri Lanka		
Borrowings from Banks and Financial Institutions Abroad	25,016,567	40,083,743
Securities sold under repurchase agreements		
Subordinated Term Debt	96,000,000	96,000,000
Other Borrowings	82,809,395	125,612,149
Deferred Taxation		
Current Taxation		
Other Liabilities	199,276,798	233,473,620
Total on Balance Sheet Liabilities	5,803,968,610	5,875,930,750
Minority Interest		
Equity Capital and Reserve	412,719,642	384,119,449
Share Capital/Assigned Capital	12,454,411	11,293,666
Statutory Reserve Fund	86,497,551	86,497,551
Total Other Reserves	313,767,680	286,328,232
Total On-Balance Sheet Liabilities and Equity Capital and Reserve	6,216,688,252	6,260,050,199
On-Balance Sheet Items and Contra Accounts		
Contingencies		
Commitments and Contra Accounts	2,614,670,879	2,935,334,610
Memorandum Information		
Number of Employees	40,962	41,630
Number of Branches	5,812	6,007

SUMMARISED PROFIT AND LOSS ACCOUNT	Global-Indian Rupees Thousands	
	Current Period as at 30/06/2021 (Unaudited)	Previous Period as at 30/06/2020 (Unaudited)
Interest Income	96,235,927	101,199,574
Interest Income on Loans and Advances	67,646,232	71,490,843
Interest Income on Other Interest Earning Assets	28,589,695	20,708,731
Less: Interest Expenses	56,294,308	62,456,648
Interest Expenses on Deposits	53,719,717	58,688,388
Interest Expense on Other Interest Bearing Liabilities	2,574,591	3,768,260
Net Interest Income	39,941,619	38,742,926
Non-Interest Income	19,021,566	13,807,715
Foreign Exchange Income	1,531,417	472,247
Other Income	17,490,149	13,335,468
Less: Non - Interest Expenses	24,245,373	25,017,215
Personnel Costs	11,444,800	13,217,997
Provision for Staff Retirement Benefits	3,215,740	3,322,300
Premises, Equipment and establishment Expenses	4,939,638	4,351,034
Loss on Trading / Investment Securities	255,439	540,182
Amortization of Intangible Assets	4,389,756	3,585,702
Other Operating Expenses	34,717,812	27,533,426
Operating Profit		
Less : provision for Bad and Doubtful Debts and loans Written Off	24,749,432	20,214,791
Provisions - General	7,279,693	1,915,775
Provisions - Specific	17,469,739	18,299,016
Recoveries (-)		
Loans Written Off		
Less : provision for Decline in Value of Investments (Net)	559,306	(403,926)
Operating Profit on Ordinary Activities Before Taxes	9,409,074	7,722,561
Less : Value Added Tax on Financial Services		
Operating Profit on Ordinary Activities Before Corporate Tax	9,409,074	7,722,561
Share of Subsidiaries / Associate Companies' profit	-	-
Operating Profit Before Corporate Tax	9,409,074	7,722,561
Less: Tax on Profits on Ordinary Activities	(3,243,830)	2,449,610
Operating Profit for the Period	12,652,904	5,272,951
Other Provisions	836,303	1,580,329
Net Profit	11,816,601	3,692,622

SELECTED PERFORMANCE INDICATORS	Current Period As at 30/06/2021 (Unaudited)	Previous Period As at 31/03/2021 (Audited)
Regulatory Capital Adequacy		
Core Capital (Tier I Capital), Rs. Mn	373,150.00	355,889.39
Total Capital Base, Rs.Mn	486,134.60	468,445.11
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	12.22%	11.93%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	15.92%	15.71%
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio, % of (net of interest in Suspense)	9.69%	9.85%
Net Non-Performing Advances Ratio, % (Net of interest in suspense and provisions)	3.47%	3.37%
Profitability		
Interest Margin, %	2.82%	2.81%
Return on Assets (before Tax), %	0.54%	0.49%
Return on Assets (After Tax), %	0.75%	0.50%
Return on Equity, %	15.20%	10.63%

Statement of changes In Equity	Equity Capital						Global Indian Rupees Thousands			
	Ordinary Voting Shares	Ordinary Non-voting Shares	Non-Cumulative Redeemable Preference Shares	Assigned Capital	Reserve Fund	Share Premium	Revaluation Reserves	General Reserves	Other Reserves	Income Statement
Balance as at 01/04/2021 (Opening Balance)	11,293,666	-	-	-	86,497,551	8,576,190	57,549,663	131,243,194	87,957,557	1,001,628
Issue of Shares/Increase of assigned capital	1,160,745	-	-	-	-	-	-	-	-	-
Bonus Issue	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-
Surplus on revaluation of property	-	-	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	-	-	-	11,816,601
Transfer to reserves during the period	-	-	-	-	-	15,339,254	(346,411)	346,411	283,593	15,622,847
Dividend Paid	-	-	-	-	-	-	-	-	-	-
Profits Transferred to Head office	-	-	-	-	-	-	-	-	-	-
Restructuring of Capital	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-
Balance as at 30/06/2021 (Closing Balance)	12,454,411	-	-	-	86,497,551	23,915,444	57,203,252	131,589,605	88,241,150	12,818,229