



# Indian Bank

57, Sir Baron Jayatilleke Mawatha, Colombo 01

## FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER 2019

INCOME STATEMENT	Bank-Sri Lankan Rupees Thousands		SELECTED PERFORMANCE INDICATORS	31.12.2019 (Unaudited)	31.03.2019 (Audited)	STATEMENT OF FINANCIAL POSITION	Bank-Sri Lankan Rupees Thousands	
	Current Period from 01.04.2019 to 31.12.2019 (Unaudited)	Previous Period from 01.04.2018 to 31.12.2018 (Unaudited)					Current Period 31.12.2019 (Un-Audited)	Previous Period 31.03.2019 (Audited)
Interest Income	2,476,035	1,637,625	<b>Regulatory Capital Adequacy</b>			<b>Assets</b>		
Interest Expenses	1,357,550	777,769	Core Capital (Tier 1 Capital) ,Rs.Mn	7,736.43	7,139.23	Cash and cash equivalents	298,635	1,118,541
<b>Net Interest Income</b>	<b>1,118,485</b>	<b>859,856</b>	Total Capital Base, Rs.Mn	7,893.42	7,207.06	Balances with central banks of Sri Lanka	132,275	143,712
Fee and Commission Income	41,430	43,031	Core Capital Adequacy Ratio, as % of Risk Weighted Assets	34.13%	32.34%	Placements with banks	36,656,907	28,153,892
Fee and Commission Expenses	3,292	3,424	(Minimum Requirement 5%)			Derivative financial instruments	-	1,666,797
<b>Net fee and commission income</b>	<b>38,138</b>	<b>39,607</b>	Total Capital Adequacy Ratio as % of Risk Weighted Assets -Rs.Mn	34.82%	32.65%	Financial assets recognized through profit or loss	-	-
Net gains/(losses) from trading	-	-	(minimum Requirement 10%)			Measured at fair value	-	-
Net fair value gains/(losses) on:	-	-	<b>Assets Quality (Quality of Loan Portfolio)</b>			designated at fair value	-	-
Financial assets at fair value through profit or loss	-	-	Gross Non-Performing Advances % (net of interest in suspense)	15.07%	11.32%	Financial assets at amortised cost	-	-
Financial liabilities at fair value through profit or loss	-	-	Net-Non Performing Advances % (net of interest in suspense and Provision )	3.90%	2.64%	Loans and advances	10,783,916	13,741,619
Net gains/(losses) on derecognition of financial assets:	-	-	<b>Profitability</b>			Other instruments	15,362,986	8,023,402
at fair value through profit and loss	-	-	Interest Margin %	2.62%	2.72%	Investment in subsidiaries	13,336	10,687
at amortised cost	-	-	Return on Assets (After Tax)%	1.09%	1.23%	Investment in associates and joint ventures	-	-
at fair value through other comprehensive income	-	-	Return on Equity %	14.88%	12.69%	Property plant and equipment	21,419	22,119
Net other operating income	9,297	25,241	<b>Regulatory Liquidity</b>			Investment properties	-	-
<b>Total Operating Income</b>	<b>1,165,920</b>	<b>924,704</b>	Statutory Liquid Asset Rs.Mn	4,505.50	3,202.84	Goodwill and intangible assets	-	-
Impairment Charges	34,194	103,496	Domestic Banking Unit	39,878.92	24,465.50	Deferred tax assets	2,027	2,027
<b>Net Operating Income</b>	<b>1,131,726</b>	<b>821,208</b>	Off-Shore Banking Unit			Other assets	201,326	6,624
Personnel Expenses	63,271	59,503	Statutory Liquid Asset Ratio % (Minimum requirement 20%)	58.68%	51.53%	<b>Total Assets</b>	<b>63,472,827</b>	<b>52,889,420</b>
Depreciation and amortization expenses	3,429	3,940	Domestic Banking Unit			<b>Liabilities</b>		
Other expenses	301,417	92,505	Off-Shore Banking Unit	104.82%	87.56%	Due to banks	48,015,094	36,526,692
<b>Operating profit/(loss) before value added (VAT) and</b>	<b>763,609</b>	<b>665,259</b>				Derivative financial instruments	1,857	1,578,002
<b>Nation Building Tax (NBT) on financial services</b>	<b>140,437</b>	<b>132,094</b>				Financial assets recognized through profit or loss	-	-
<b>Value Added Tax (VAT) and Nation Building Tax (NBT)</b>	<b>623,172</b>	<b>533,164</b>				Measured at fair value	-	-
<b>on Financial services</b>	<b>623,172</b>	<b>533,164</b>				designated at fair value	-	-
<b>Operating profit / (loss) after VAT &amp; NBT</b>	<b>316,718</b>	<b>370,629</b>				Financial liabilities at amortised cost	5,771,500	5,815,019
<b>Profit / (loss) before tax</b>	<b>316,718</b>	<b>370,629</b>				due to depositors	-	-
<b>Income Tax expenses</b>	<b>316,718</b>	<b>370,629</b>				due to debt securities holders	-	-
<b>Profit/(loss) for the period</b>	<b>316,718</b>	<b>370,629</b>				due to other borrowers	-	-

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	Revaluation Reserve	Retained earnings	Other Reserve	
Balance as at 01.04.2019 (Opening balance)			1,740,883	299,888	1,006,849		5,399,763		8,447,383
Total comprehensive income for the year							316,718		316,718
Profit/(loss) for the year							316,718		316,718
Other comprehensive income (net of tax)					136,373				136,373
Total comprehensive income for the year					136,373				453,091
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									
SLFRS 09 adjustment on impairment for the 2017/18									
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 31.12.2019 (Closing balance)			1,740,883	299,888	1,143,222		5,716,481		8,900,474

Measurement of Financial Instruments								
In Sri Lanka Rupees Thousands	a. Bank - Current Period -31.12.2019				b. Bank- Previous year 31.03.2019			
	AC	FVPL	FVOCI	Total	AC	FVPL	FVOCI	Total
<b>ASSETS</b>								
Cash and cash equivalents	298,635			298,635	1,118,541			1,118,541
Balances with central banks	132,275			132,275	143,712			143,712
Placements with banks	36,656,907			36,656,907	28,153,892			28,153,892
Derivative financial instruments		-				1,666,797		1,666,797
Loans and advances	10,783,916			10,783,916	13,741,619			13,741,619
Equity instruments		13,336		13,336			10,687	10,687
Other Investments	15,362,986			15,362,986	8,023,402			8,023,402
Others								407
<b>Total financial assets</b>	<b>63,234,719</b>	-	13,336	<b>63,248,055</b>	<b>51,181,573</b>	<b>1,666,797</b>	<b>10,687</b>	<b>52,859,057</b>
In Rupees Thousands	AC	FVPL	FVOCI	Total	AC	FVPL	FVOCI	Total
<b>LIABILITIES</b>								
Due to banks	48,015,094			48,015,094	36,526,692			36,526,692
Derivative financial instruments		1,857		1,857		1,578,002		1,578,002
Financial liabilities - due to depositors	5,771,500			5,771,500	5,815,019			5,815,019
<b>Total financial liabilities</b>	<b>53,786,594</b>	<b>1,857</b>	-	<b>53,788,451</b>	<b>42,341,711</b>	<b>1,578,002</b>	-	<b>43,919,713</b>

Due to other Customer - By Product		
In Sri Lanka Rupees Thousand	Current Period 31.12.2019	Previous Period-31.03.2019
<b>By product- Domestic currency</b>		
Demand deposits (Current accounts)	467,364	331,256
Savings deposits	205,111	208,161
Fixed deposits	1,422,699	1,609,650
Others	42,480	80,552
Sub Total	2,137,654	2,229,619
<b>By product - Foreign Currency</b>		
Demand deposits (Current accounts)	334,847	127,341
Savings deposits	269,210	481,992
Fixed deposits	3,028,105	2,976,067
Others	1,684	-
Sub Total	3,633,846	3,585,400
<b>Total</b>	<b>5,771,500</b>	<b>5,815,019</b>

AC - Financial assets / liabilities measured at amortised cost, FVPL - Financial assets / liabilities measured at fair value through profit and loss  
FVOCI - Financial assets measured at fair value through other comprehensive income

Loans and Receivables to other Customers		
In Sri Lanka Rupees Thousand	Current Period 31.12.2019	Previous Period 31.03.2019
<b>Product-wise Gross loans and advances</b>		
<b>By product-Domestic currency</b>		
Overdrafts	2,074,427	1,879,415
Term loans	4,372,775	4,062,254
Other loans	725,195	458,232
Sub total	7,172,397	6,399,901
<b>By product-Foreign currency</b>		
Overdrafts	542,898	437,818
Term loans	4,078,137	7,418,885
Other loans	173,103	851,137
Trade Finance	288,703	38,087
Sub total	5,082,813	8,745,927
<b>Total</b>	<b>12,255,210</b>	<b>15,145,828</b>
<b>Stage-wise impairment during the period</b>		
<b>Gross loans and advances</b>	12,255,210	15,145,828
<b>Less: Accumulated impairment under stage 1</b>	143,355	156,351
<b>Accumulated impairment under stage 2</b>	10,764	1,275
<b>Accumulated impairment under stage 3</b>	1,317,175	1,246,583
<b>Net loans and advances</b>	<b>10,783,916</b>	<b>13,741,619</b>
<b>Movement of impairment during the period</b>		
<b>Under stage 1</b>		
Opening balance at 01.04.2019	156,351	-
Charge/(Write back) to income statement	(13,635)	-
Write-off during the year	-	-
Other movements	639	-
Closing balance at 31.12.2019	143,355	156,351
<b>Under Stage 2</b>		
Opening balance at 01.04.2019	1,276	-
Charge/(Write back) to income statement	9,488	-
Write-off during the year	-	-
Other movements	-	-
Closing balance at 31.12.2019	10,764	1,276
<b>Under Stage 3</b>		
Opening balance at 01.04.2019	1,246,583	-
Charge/(Write back) to income statement	38,829	-
Write-off during the year	-	-
Other movements	-	-
Closing balance at 31.12.2019	1,317,175	1,246,583
<b>Total impairment</b>	<b>1,471,294</b>	<b>1,404,209</b>

COMPREHENSIVE INCOME		
In Sri Lanka Rupees Thousands	Current Period from 01.04.2019 to 31.12.2019 (Un-Audited)	Previous Period from 01.04.2018 to 31.03.2019 (Audited)
Profit / (loss) for the period	316,718	390,248
<b>Items that will be reclassified to profit or loss</b>		
Exchange differences on translation of foreign operations	133,723	451,989
Net gains/(losses) on cash flow hedges	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	2,650	(5,921)
Less: Tax expense relating to items that will be reclassified to profit or loss	-	-
<b>Items that will not be reclassified to profit or loss</b>		
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	-	-
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	-	-
Remeasurement of post-employment benefit obligations	-	3,380
Changes in revaluation surplus	-	-
Less: Tax expense relating to items that will not be reclassified to profit or loss	-	(688)
<b>Other comprehensive income for the period</b>	<b>136,373</b>	<b>448,760</b>
<b>Total comprehensive income for the period</b>	<b>453,091</b>	<b>839,008</b>
<b>Attributable to:</b>		
Non-controlling interests	-	-

CERTIFICATION:  
We, the undersigned, being the Chief Executive Officer and Senior Manager of Indian Bank certify jointly that:-  
a) the above statements 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: 24-02-2020

Sd  
V VISUVIAH  
SENIOR MANAGER

SUMMARISED BALANCE SHEET	Global - Indian Rupees Thousands	
	Current Period as at 31/12/2019 (Unaudited)	Previous Period as at 31/03/2019 (Audited)
<b>On-Balance Sheet Assets</b>		
Cash in Hand	11,807,176	10,307,546
Balances with Central Bank of Sri Lanka/Other Central Banks	109,067,845	106,711,096
Due from Banks and Other Financial Institutions	102,109,411	83,185,154
<b>Investments - Trading Account</b>	<b>287,672,921</b>	<b>283,943,282</b>
Government Securities	233,998,400	172,878,362
Other Securities	53,674,521	111,064,920
<b>Investments - Held-to-Maturity (Net of provisions made for decline in value of investments)</b>	<b>479,735,114</b>	<b>365,054,822</b>
Government Securities	437,411,320	365,841,271
Other Securities	42,323,794	10,459,602
Less: Provision for decline in value of investments	-	11,246,051
<b>Investments in Associates and Subsidiaries</b>	<b>1,011,525</b>	<b>923,637</b>
<b>Total Loans and Advances</b>	<b>1,926,578,654</b>	<b>1,878,960,644</b>
<b>Total Performing loans and Advances</b>	<b>1,787,955,432</b>	<b>1,745,426,125</b>
Bills of Exchange	18,914,092	17,032,381
Overdrafts	940,330,321	960,092,611
Lease Rentals Receivable	-	-
Other Loans	828,711,019	768,301,133
<b>Total Non-performing loans and Advances</b>	<b>138,623,222</b>	<b>133,534,519</b>
Bills of Exchange	193,193	172,433
Overdrafts	24,893,603	30,894,121
Lease Rentals Receivable	-	-
Other Loans	113,536,426	102,467,965
Interest Receivables	-	-
<b>Total Gross Loans and Advances</b>	<b>1,926,578,654</b>	<b>1,878,960,644</b>
<b>Less:</b>		
Interest in Suspense	3,195,897	2,985,006
Specific Loan Loss Provisions	70,456,489	62,888,914
General Loan Loss Provisions	467,600	467,600
<b>Net Loans and Advances</b>	<b>1,852,458,668</b>	<b>1,812,619,124</b>
Other Assets	108,503,806	85,099,549
Intangible Assets	9,504,255	13,194,478
Investment properties	-	-
Fixed Assets (Net of accumulated depreciation)	39,231,613	39,614,048
<b>Total on Balance Sheet Assets</b>	<b>3,001,102,334</b>	<b>2,800,652,736</b>
<b>On-Balance Sheet Liabilities</b>		
<b>Total Deposits</b>	<b>2,576,205,523</b>	<b>2,420,759,467</b>
Demand Deposits	136,225,212	132,557,250
Savings Deposits	733,201,098	707,660,630
Time Deposits	1,706,779,213	1,580,541,587
Margin Deposits	-	-
Other Deposits	-	-
<b>Total Borrowings</b>	<b>109,701,112</b>	<b>121,375,428</b>
Borrowings from CBSL	-	-
Borrowings from Banks and Financial Institutions in Sri Lanka	-	-
Borrowings from Banks and Financial Institutions Abroad	33,791,718	19,506,119
Securities sold under repurchase agreements	-	-
Subordinated Term Debt	26,000,000	26,000,000
Other Borrowings	49,909,394	75,869,309
Deferred Taxation	5,830,460	8,103,325
Current Taxation	-	-
Other Liabilities	77,123,310	56,527,599
<b>Total on Balance Sheet Liabilities</b>	<b>2,768,860,405</b>	<b>2,606,765,819</b>
<b>Minority Interest</b>		
<b>Equity Capital and Reserve</b>	<b>232,241,929</b>	<b>193,886,917</b>
Share Capital/ Assigned Capital	6,088,006	4,802,917
Statutory Reserve Fund	45,058,581	45,058,581
Other Reserves	181,095,342	144,025,419
<b>Total On-Balance Sheet Liabilities and Equity Capital and Reserve</b>	<b>3,001,102,334</b>	<b>2,800,652,736</b>
<b>On-Balance Sheet Items and Contra Accounts</b>		
<b>Contingencies</b>		
<b>Commitments and Contra Accounts</b>	<b>463,688,686</b>	<b>361,941,092</b>
<b>Memorandum Information</b>		
Number of Employees	19,027	19,604
Number of Branches	2,890	2,872

SUMMARISED PROFIT AND LOSS ACCOUNT	Global-Indian Rupees Thousands
------------------------------------	--------------------------------