



# Indian Bank 356, Galle Road, Colombo 03

## FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER 2022

INCOME STATEMENT FOR THE PERIOD ENDED 31.12.2022				
In Rupees Thousands	Bank (in LKR)		Group (in INR)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01.04.2022 To 31.12.2022	From 01.04.2021 To 31.12.2021	From 01.04.2022 To 31.12.2022	From 01.04.2021 To 31.12.2021
Interest Income	2,130,945	2,652,765	326,977,921	290,238,106
Interest Expenses	257,282	387,161	179,806,498	165,510,175
<b>Net Interest Income</b>	<b>1,873,663</b>	<b>2,265,604</b>	<b>147,171,423</b>	<b>124,727,931</b>
Fee and Commission Income	107,309	67,142	9,627,027	4,157,037
Fee and Commission Expenses	-	2,618	-	-
<b>Net fee and commission income</b>	<b>107,309</b>	<b>64,524</b>	<b>9,627,027</b>	<b>4,157,037</b>
Net gains/(losses) from trading	-	-	-	-
Net fair value gains/(losses) on:	-	-	-	-
Financial assets at fair value through profit or loss	-	-	-	-
Financial liabilities at fair value through profit or loss	-	-	-	-
Net gains/(losses) on derecognition of financial assets:	-	-	-	-
at fair value through profit and loss	-	-	-	-
at amortised cost	-	-	-	-
at fair value through other comprehensive income	-	-	-	-
Net other operating income	124,434	202,050	44,252,486	51,796,573
<b>Total Operating Income</b>	<b>2,105,406</b>	<b>2,532,178</b>	<b>201,050,936</b>	<b>180,681,541</b>
Impairment Charges	(141,050)	23,186	63,290,736	74,674,804
<b>Net Operating Income</b>	<b>2,246,456</b>	<b>2,508,992</b>	<b>137,760,200</b>	<b>106,006,737</b>
Personnel Expenses	114,741	62,038	42,457,423	35,217,549
Depreciation and amortization expenses	18,521	15,895	15,838,759	16,050,167
Other expenses	76,449	75,510	30,204,264	29,620,677
<b>Operating profit/(loss) before value added (VAT) and Nation Building Tax (NBT) on financial services</b>	<b>2,036,745</b>	<b>2,355,549</b>	<b>49,259,754</b>	<b>25,118,344</b>
Value Added Tax (VAT) and Nation Building Tax (NBT) on Financial services	263,194	269,898	-	-
<b>Operating profit / (loss) after VAT &amp; NBT on financial services</b>	<b>1,773,551</b>	<b>2,085,651</b>	<b>49,259,754</b>	<b>25,118,344</b>
Share of profits of associates and joint ventures	-	-	-	-
<b>Profit / (loss) before tax</b>	<b>1,773,551</b>	<b>2,085,651</b>	<b>49,259,754</b>	<b>25,118,344</b>
Income Tax expenses	317,134	59,091	10,915,540	(4,487,280)
<b>Profit/(loss) for the period</b>	<b>1,456,417</b>	<b>2,026,560</b>	<b>38,344,214</b>	<b>29,605,624</b>
<b>Profit attributable to:</b>				
Equity holders of the parent	-	-	-	-
Non-controlling interests	-	-	-	-
<b>Earnings per share on profit</b>				
Basic earnings per ordinary share	-	-	-	-
Diluted earnings per ordinary share	-	-	-	-

SELECTED PERFORMANCE INDICATORS (BASED ON REGULATORY REPORTING) 31.12.2022				
ITEM	Bank (in LKR)		Group (in INR)	
	31.12.2022	31.03.2022 (Audited)	31.12.2022	31.03.2022 (Audited)
<b>Regulatory Capital Adequacy</b>				
Common Equity Tier 1 Rs. Mn	16,126	14,557	406,176	387,251
Core (Tier 1) Capital Rs. Mn	16,124	14,555	-	-
Total Capital Base Rs. Mn	16,221	14,652	508,192	511,008
<b>Regulatory Capital Ratios (%)</b>				
Common Equity Tier 1 Capital (%) (Minimum Requirement 7%)	55.69%	48.02%	12.58%	13.17%
Tier 1 Capital ratio (%) (Minimum Requirement 8.5%)	55.68%	48.01%	-	-
Total Capital Ratio % (Minimum Requirement 12.5%)	56.02%	48.33%	15.74%	16.53%
<b>Leverage Ratio (Minimum Requirement 3%)</b>	<b>36.75%</b>	<b>15.49%</b>	<b>5.49%</b>	<b>5.64%</b>
<b>Regulatory Liquidity</b>				
Statutory Liquid Asset Rs.Mn				
Domestic Banking Unit	9,588	11,302	1,516,164	1,746,919
Off-Shore Banking Unit	5,085	48,704	-	-
Statutory Liquid Asset Ratio % (Minimum requirement 20%)				
Domestic Banking Unit	94.57%	92.80%	26.57%	32.01%
Off-Shore Banking Unit	51.02%	75.76%	-	-
Total Stock of High-Quality Liquid Assets Rs. Mn	1,537	2,675	1,382,265	1,581,321
Liquidity Coverage ratio (%) (Minimum requirement 90%)				
Rupee (%)	831.00%	1430.00%	160.60%	181.80%
All Currency (%)	263.25%	327.79%	-	-
Net Stable Funding Ratio (%) - (Minimum requirement 90%)	125%	169.00%	140%	160.23%
<b>Assets Quality (Quality of Loan Portfolio)</b>				
Gross Non-Performing Advances % (net of interest in suspense)	13.03%	12.20%	6.53%	8.47%
Net-Non Performing Advances % (net of interest in suspense and Provision)	1.28%	1.36%	1.00%	2.27%
Impaired Loans (Stage 03) Ratio (%)	1.28%	1.36%	-	-
Impairment (Stage 3) to Stage 3 Loans Ratio (%)	90.16%	88.85%	-	-
<b>Profitability</b>				
Interest Margin (%)	7.38%	4.69%	3.31%	2.93%
Return on Assets (Before Tax) (%)	6.75%	4.07%	0.87%	0.51%
Return on Equity (%)	9.06%	18.32%	14.42%	12.13%

### CERTIFICATION:

We, the undersigned, being the Chief Executive Officer and Compliance officer 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 : 23-02-2023

Sd

DILANI PERERA  
COMPLIANCE OFFICER

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31.12.2022		
In Rupees Thousands	Bank (in LKR)	
	Current Period	Previous Period
	31.12.2022	31.03.2022 (Audited)
<b>Cash flows from operating activities</b>		
Profit before tax	1,773,551	2,517,851
<b>Adjustments for:</b>		
Non-cash items included in the profit before tax	3,913,040	4,188,362
Changes in operating assets	(250,112)	(3,571,872)
Changes in operating liabilities	(25,707,200)	(24,562,106)
Dividend income	-	(1,362)
Tax paid	(124,535)	(20,607)
VAT paid	(284,085)	(289,516)
SSCL paid	(21,509)	-
Operating lease rental paid	13,145	(17,526)
Gratuity paid	-	(654)
<b>Net cash generated from operating activities</b>	<b>(20,687,706)</b>	<b>(24,275,281)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(954)	(18,767)
Sales of property, plant and equipment	-	-
Net investment in financial assets at amortised cost	7,278,146	4,281,163
Net investment in fair value through OCI assets	-	-
Net investment in other financial assets	-	-
Dividends received	-	1,362
<b>Net cash used in investing activities</b>	<b>7,277,192</b>	<b>4,263,758</b>
<b>Cash flows from financing activities</b>		
Assigned capital received from head office	-	-
<b>Net cash generated from financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(13,410,514)</b>	<b>(17,493,672)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>21,540,493</b>	<b>39,034,165</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>8,129,979</b>	<b>21,540,493</b>

STATEMENT OF FINANCIAL POSITION AS AT 31.12.2022				
In Rupees Thousands	Bank (in LKR)		Group (in INR)	
	Current Period	Previous Period	Current Period	Previous Period
	as at 31.12.2022	as at 31.03.2022 (Audited)	as at 31.12.2022	as at 31.03.2022 (Audited)
<b>Assets</b>				
Cash and cash equivalents	2,714,429	635,684	14,428,460	19,623,975
Balances with central banks of Sri Lanka	143,690	293,889	297,792,481	221,540,530
Placements with banks	5,415,550	20,904,808	136,036,297	557,996,011
Derivative financial instruments	-	1,214,200	-	-
Financial assets recognized through profit or loss	-	-	-	-
Measured at fair value	-	-	-	-
designated at fair value	-	-	-	-
Financial assets at amortised cost	-	-	-	-
Loans and advances	22,069,045	20,763,823	4,263,622,192	3,891,860,632
Other instruments	-	7,278,146	1,800,899,684	1,743,424,199
Financial assets measured at fair value through other comprehensive income	7,438	9,641	-	-
Investment in subsidiaries	-	-	2,161,681	2,161,681
Investment in associates and joint ventures	-	-	-	-
Property plant and equipment	38,075	30,259	74,806,670	76,837,116
Investment properties	-	-	-	-
Goodwill and intangible assets	-	-	41,565,096	38,729,107
Deferred tax assets	2,177	-	-	-
Other assets	315,809	60,617	179,387,994	164,507,300
<b>Total Assets</b>	<b>30,706,212</b>	<b>51,191,068</b>	<b>6,810,700,555</b>	<b>6,716,680,551</b>
<b>Liabilities</b>				
Due to banks	-	19,785,885	2,473,927	3,433,972
Derivative financial instruments	3,443	-	-	-
Financial liabilities recognized through profit or loss	-	-	-	-
Measured at fair value	-	-	-	-
designated at fair value	-	-	-	-
Financial liabilities at amortised cost	-	-	-	-
due to depositors	6,623,380	12,649,489	5,971,139,201	5,936,178,137
due to debt securities holders	-	-	-	-
due to other borrowers	-	-	172,631,214	168,009,112
Debt securities issued	-	-	-	-
Retirement benefit obligations	9,074	7,595	-	-
Current tax liabilities	958,330	192,702	-	-
Deferred tax liabilities	3,760	911	-	-
Other provisions	-	-	-	-
Other liabilities	600,394	568,184	188,159,658	171,971,288
Due to subsidiaries	-	-	-	-
<b>Total Liabilities</b>	<b>8,198,380</b>	<b>33,204,766</b>	<b>6,334,404,000</b>	<b>6,279,592,509</b>
<b>Equity</b>				
Stated capital/Assigned capital	1,740,883	1,740,882	12,454,411	12,454,411
Statutory reserve fund	554,547	554,547	96,359,651	96,359,651
OCI reserve	8,851,899	5,786,787	-	-
Retained earnings	11,327,580	9,896,272	367,482,493	328,273,980
Other reserves	32,923	7,814	-	-
<b>Total Shareholders' equity</b>	<b>22,507,832</b>	<b>17,986,302</b>	<b>476,296,555</b>	<b>437,088,042</b>
Non-controlling interest	-	-	-	-
<b>Total Equity</b>	<b>22,507,832</b>	<b>17,986,302</b>	<b>476,296,555</b>	<b>437,088,042</b>
<b>Total Equity and Liabilities</b>	<b>30,706,212</b>	<b>51,191,068</b>	<b>6,810,700,555</b>	<b>6,716,680,551</b>
<b>Contingent liabilities and commitments</b>	<b>19,068,458</b>	<b>19,811,785</b>	<b>4,519,057,792</b>	<b>3,676,589,397</b>
<b>Memorandum Information</b>				
Number of Employees	25	24	40,970	39,516
Number of Branches	2	2	5,774	5,735

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31.12.2022				
In Rupees Thousands	Bank (in LKR)		Group (in INR)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01.04.2022 To 31.12.2022	From 01.04.2021 To 31.12.2021	From 01.04.2022 To 31.12.2022	From 01.04.2021 To 31.12.2021
<b>Profit/(loss) for the period</b>	<b>1,456,417</b>	<b>2,026,560</b>	<b>38,344,214</b>	<b>29,605,624</b>
<b>Items that will be reclassified to Income Statement</b>				
Exchange differences on translation of foreign operations	3,067,315	33,244	-	-
Net gains/(losses) on cash flow hedges	-	-	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	(2,204)	25	-	-
Share of profits of associates and joint ventures	-	-	-	-
Debt instruments at fair value through other comprehensive income	-	-	-	-
Others (Specify)	-	-	-	-
Less: Tax expense relating to items that will be reclassified to income statement	-	-	-	-
<b>Items that will not be reclassified to Income Statement</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	-	-	-	-
Changes in revaluation surplus	-	-	-	-
Share of profits of associates and joint ventures	-	-	-	-
Others (foreign exchange gain from FCBU)	-	-	-	-
Less: Tax expense relating to items that will not be reclassified to Income Statement	-	-	-	-
<b>Other comprehensive income for the period net of taxes</b>	<b>3,065,111</b>	<b>33,269</b>	<b>38,344,214</b>	<b>29,605,624</b>
<b>Total comprehensive income for the period</b>	<b>4,521,528</b>	<b>2,059,829</b>	<b>38,344,214</b>	<b>29,605,624</b>
<b>Attributable to:</b>				
Equity holders of the parent	-	-	38,344,214	29,605,624
Non-controlling interests	-	-	-	-

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31.12.2022													
Bank (In Rupees Thousands)	Stated capital/Assigned capital					Reserves					Total	Non-controlling interest	Total Equity
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital	Reserve Fund	Share Premium	Statutory Reserve Fund	OCI Reserve	Fair value Reserve	Retained Earnings	Other Reserves			
Balance as at 01.04.2022 (Opening balance)			1,740,882			554,547	5,782,152	4,636	9,896,272	7,814	17,986,303	-	17,986,303
Total comprehensive income for the period									1,456,417	-	1,456,417	-	1,456,417
Profit/(loss) for the year (net of tax)									3,067,315	(2,204)	3,065,111	-	3,065,111
Other comprehensive income (net of tax)									-	-	-	-	-
<b>Total comprehensive income for the year</b>			<b>1,740,882</b>			<b>554,547</b>	<b>8,849,467</b>	<b>2,432</b>	<b>11,352,689</b>	<b>7,814</b>	<b>22,507,831</b>		