



Indian Bank

57, Sir Baron Jayatilleke Mawatha, Colombo 01

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2020

INCOME STATEMENT	Bank-Sri Lankan Rupees Thousands		SELECTED PERFORMANCE INDICATORS		30.06.2020	31.03.2020	STATEMENT OF FINANCIAL POSITION		Bank-Sri Lankan Rupees Thousands	
	Current Period	Previous Period	Regulatory Capital Adequacy (LKR in Millions)	30.06.2020 (Unaudited)	31.03.2020 (Audited)	Assets	Current Period	Previous Period		
	from 01.04.2020	from 01.04.2019					30.06.2020	31.03.2020		
	to 30.06.2020	to 30.06.2019					(Unaudited)	(Audited)		
	(Unaudited)	(Unaudited)								
Interest Income	841,557	806,233	Common Equity Tier 1	8,241.79	8,239.97	Cash and cash equivalents	611,346	458,316		
Interest Expenses	356,790	438,779	Core (Tier 1) Capital	8,239.81	8,237.99	Balances with central banks of Sri Lanka	75,526	85,027		
Net Interest Income	484,767	367,455	Total Capital Base	8,396.80	8,394.98	Placements with banks	38,393,615	39,649,289		
Fee and Commission Income	6,053	17,514	Regulatory Capital Ratios (%)			Derivative financial instruments	-	41,903		
Fee and Commission Expenses	1,240	1,258	Common Equity Tier 1 Capital (%) (Minimum Requirement 7%)	32.13%	33.45%	Financial assets recognized through profit or loss	-	-		
Net fee and commission income	4,813	16,256	Tier 1 Capital ratio (%) (Minimum Requirement 8.5%)	32.12%	33.44%	Measured at fair value	-	-		
Net gains/(losses) from trading	-	-	Total Capital Ratio % (Minimum Requirement 12.5%)	32.73%	34.07%	designated at fair value	-	-		
Net fair value gains/(losses) on:	-	-	Leverage Ratio (Minimum Requirement 3%)	11.88%	10.49%	Financial assets at amortised cost	-	-		
Financial assets at fair value through profit or loss	-	-	Regulatory Liquidity			Loans and advances	10,793,510	12,456,555		
Financial liabilities at fair value through profit or loss	-	-	Statutory Liquid Asset Rs.Mn	5,185.89	4,436.72	Other instruments	13,601,257	16,261,187		
Net gains/(losses) on derecognition of financial assets:	-	-	Domestic Banking Unit	53,464.23	44,029.56	Financial assets measured at fair value through other comprehensive income	10,289	9,568		
at fair value through profit and loss	-	-	Off-Shore Banking Unit	-	-	Investment in subsidiaries	-	-		
at amortised cost	-	-	Statutory Liquid Asset Ratio % (Minimum requirement 20%)	-	-	Investment in associates and joint ventures	-	-		
at fair value through other comprehensive income	-	-	Domestic Banking Unit	71.94%	58.30%	Property plant and equipment	18,880	19,928		
Net other operating income	8,859	7,270	Off-Shore Banking Unit	89.33%	102.38%	Investment properties	-	-		
Total Operating Income	498,439	390,981	Total Stock of High-Quality Liquid Assets (LKR in Millions)	1,874.52	1,647.29	Goodwill and intangible assets	-	-		
Impairment Charges	34,484	(50,275)	Liquidity Coverage ratio (%) (Minimum requirement 90%)	-	-	Deferred tax assets	-	-		
Net Operating Income	463,956	441,256	Rupee (%)	253.00%	152.00%	Other assets	25,597	13,509		
Personnel Expenses	17,678	22,123	All Currency (%)	245.00%	222.00%	Total Assets	63,530,020	68,995,281		
Depreciation and amortization expenses	1,047	1,127	Net Stable Funding Ratio (%) - (Minimum requirement 90%)	128%	122.40%	Liabilities				
Other expenses	29,319	47,974	Assets Quality (Quality of Loan Portfolio)			Due to banks	45,090,196	51,581,070		
Operating profit/(loss) before value added (VAT) and Nation Building Tax (NBT) on financial services	415,912	370,032	Gross Non-Performing Advances % (net of interest in suspense)	15.14%	13.61%	Derivative financial instruments	2,575	-		
Value Added Tax (VAT) and Nation Building Tax (NBT) on Financial services	35,135	26,517	Net-Non Performing Advances % (net of interest in suspense and Provision)	3.16%	3.33%	Financial liabilities recognized through profit or loss	-	-		
Operating profit / (loss) after VAT & NBT on Financial services	380,777	343,514	Profitability			Measured at fair value	-	-		
Profit / (loss) before tax	380,777	343,514	Interest Margin (%)	2.70%	2.64%	designated at fair value	-	-		
Income Tax expenses	98,321	60,663	Return on Assets (Before Tax) (%)	2.14%	2.31%	Financial liabilities at amortised cost	-	-		
Profit/(loss) for the period	282,456	282,852	Return on Equity (%)	10.29%	8.30%	due to depositors	8,061,839	7,257,923		
						due to debt securities holders	-	-		
						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	Fair value reserve	Retained earnings	Other Reserve	
Balance as at 01.04.2020 (Opening balance)			1,740,882	340,719	1,484,733	5,562	5,848,233		9,420,128
Total comprehensive income for the year									
Profit/(loss) for the year							282,456		282,456
Other comprehensive income (net of tax)						721			(112,791)
Total comprehensive income for the year						721	282,456		169,665
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 30.06.2020 (Closing balance)			1,740,882	340,719	1,371,220	6,283	6,130,689		9,589,793

Measurement of Financial Instruments									
In Sri Lanka Rupees Thousands	a. Bank- Current year 30.06.2020			b. Bank- Previous year 31.03.2020			Bank-Sri Lankan Rupees Thousands		
	AC	FVPL	FVOCI	AC	FVPL	FVOCI	Current Period 30.06.2020 (Unaudited)	Previous Period 31.03.2020 (Audited)	
ASSETS									
Cash and cash equivalents	611,346	-	-	458,316	-	-	458,316	-	458,316
Balances with central banks	75,526	-	-	85,027	-	-	85,027	-	85,027
Placements with banks	38,393,615	-	-	39,649,289	-	-	39,649,289	-	39,649,289
Derivative financial instruments	-	-	-	-	-	-	-	-	-
Loans and advances	10,793,510	-	-	12,456,555	-	-	12,456,555	-	12,456,555
Equity instruments	-	10,289	-	-	-	9,568	9,568	-	9,568
Other Investments	13,601,257	-	-	16,261,187	-	-	16,261,187	-	16,261,187
Others	-	-	-	-	-	-	-	-	-
Total financial assets	63,475,254	-	10,289	68,961,844	-	9,568	68,961,844	-	68,961,844
LIABILITIES									
Due to banks	45,090,196	-	-	51,581,070	-	-	51,581,070	-	51,581,070
Derivative financial instruments	-	2,575	-	-	-	-	-	-	-
Financial liabilities - due to depositors	8,061,839	-	-	7,257,923	-	-	7,257,923	-	7,257,923
Financial liabilities	53,152,034	2,575	-	58,838,993	-	-	58,838,993	-	58,838,993

STATEMENT OF COMPREHENSIVE INCOME				Bank-Sri Lankan Rupees Thousands		
	Current Period from 01.04.2020 to 30.06.2020 (Unaudited)	Previous Period from 01.04.2019 to 31.03.2020 (Audited)		Current Period 30.06.2020 (Unaudited)	Previous Period 31.03.2020 (Audited)	
Profit / (loss) for the period	282,456	487,453				
Items that will be reclassified to Income Statement						
Exchange differences on translation of foreign operations	(113,512)	484,564				
Net gains/(losses) on cash flow hedges	-	-				
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	721	(1,119)				
Less: Tax expense relating to items that will be reclassified to profit or loss	-	-				
Items that will not be reclassified to Income Statement						
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	-	-	2,567			
Changes in revaluation surplus	-	-	(719)			
Less: Tax expense relating to items that will not be reclassified to Income Statement	-	-	-			
Other comprehensive income for the period net of taxes	(112,791)	485,293				
Total comprehensive income for the period	169,665	972,746				
Attributable to:						
Non-controlling interests	-	-				

CASH FLOW STATEMENT				Bank-Sri Lankan Rupees Thousands	
	Current Period 30.06.2020 (Unaudited)	Previous Period 31.03.2020 (Audited)		Current Period 30.06.2020 (Unaudited)	Previous Period 31.03.2020 (Audited)
Cash flows from operating activities					
Profit before tax	380,777	848,709			
Adjustments for:					
Non-cash items included in the profit before tax	70,857	290,648			
Changes in operating assets	1,649,993	2,961,759			
Changes in operating liabilities	(5,733,246)	14,988,257			
Dividend income	-	(1,148)			
DT/It	-	-			
Tax paid	-	(280,908)			
VAT paid	(30,247)	(192,961)			
GRAT paid	-	(16,145)			
Net cash generated from operating activities	(3,661,867)	18,589,810			
Cash flows from investing activities					
Purchase of property, plant and equipment	-	(2,566)			
Sales of property, plant and equipment	-	-			
Net investment in other financial assets	2,672,736	(8,237,785)			
Dividends received	-	1,148			
Net cash used in investing activities	2,672,736	(8,239,203)			
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	(989,131)	10,350,608			
Cash and cash equivalents at the beginning of the year	40,107,605	29,272,433			
Foreign currency translation reserve	(113,512)	484,564			
Cash and cash equivalents at the end of the year	39,004,962	40,107,605			

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: 25-08-2020

Sd
J KIRUPAKARAN
MANAGER (FINANCE)

SUMMARISED BALANCE SHEET			Global - Indian Rupees Thousands		
	Current Period as at 30/06/2020 (Unaudited)	Previous Period as at 31/03/2020 (Audited)		Current Period as at 30/06/2020 (Unaudited)	Previous Period as at 31/03/2020 (Audited)
On-Balance Sheet Assets					
Cash in Hand	21,094,647	10,060,885			
Balances with Central Bank of Sri Lanka/Other Central Banks	177,023,224	48,244,514			
Due from Banks and Other Financial Institutions	262,802,291	80,941,441			
Investments - Trading Account	647,628,565	336,482,457			
Government Securities	507,425,009	238,966,291			
Other Securities	140,203,556	97,516,166			
Investments - Held-to-Maturity (Net of provisions made for decline in value of investments)	965,252,682	474,922,897			
Government Securities	744,341,533	432,566,110			
Other Securities	220,911,149	42,356,787			
Less: Provision for decline in value of investments	-	-			
Investments in Associates and Subsidiaries	2,467,524	1,011,525			
Total Loans and Advances	3,667,867,626	2,058,897,302			
Total Performing loans and Advances	3,268,217,382	1,917,388,903			
Bills of Exchange	17,276,356	14,940,034			
Overdrafts	1,591,879,934	1,000,993,513			
Lease Rentals Receivable	-	-			
Other Loans	1,659,061,092	901,455,356			
Total Non-performing loans and Advances	399,650,244	141,508,399			
Bills of Exchange	1,963,898	188,139			
Overdrafts	156,981,363	30,788,195			
Lease Rentals Receivable	-	-			
Other Loans	240,704,983	110,532,065			
Interest Receivables	-	-			
Total Gross Loans and Advances	3,667,867,626	2,058,897,302			
Less:					
Interest in Suspense	3,254,196	3,206,444			
Specific Loan Loss Provisions	269,330,446	76,353,143			
General Loan Loss Provisions	467,600	467,600			
Net Loans and Advances	3,394,815,384	1,978,870,115			
Other Assets	187,180,212	117,748,479			
Intangible Assets	24,952,610	7,441,988			
Investment properties	-	-			
Fixed Assets (Net of accumulated depreciation)	74,446,353	38,957,442			
Total on Balance Sheet Assets	5,757,663,492	3,094,681,743			
On-Balance Sheet Liabilities					
Total Deposits	4,891,086,303	2,602,258,969			
Demand Deposits	241,517,855	135,490,254			
Savings Deposits	1,789,542,392	766,091,059			
Time Deposits	2,860,026,056	1,700,677,656			
Margin Deposits	-	-			
Other Deposits	-	-			
Total Borrowings	307,940,458	208,303,095			
Borrowings from CBSL	-	-			
Borrowings from Banks and Financial Institutions in Sri Lanka	-	-			
Borrowings from Banks and Financial Institutions Abroad	43,501,241	28,814,377			
Securities sold under repurchase agreements	-	-			
Subordinated Term Debt	21,000,000	26,000,000			
Other Borrowings	243,439,217	153,488,718			
Deferred Taxation	-	-			
Current Taxation	-	-			
Other Liabilities	198,104,345	63,226,993			
Total on Balance Sheet Liabilities	5,397,131,106	2,873,789,057			
Minority Interest	-	-			
Equity Capital and Reserve	360,532,386	220,892,686			
Share Capital/ Assigned Capital	11,293,666	6,088,006			
Statutory Reserve Fund	78,985,852	46,941,981			
Total Other Reserves	270,252,868	167,862,699			
Total On-Balance Sheet Liabilities and Equity Capital and Reserve	5,757,663,492	3,094,681,743			
On-Balance Sheet Items and Contra Accounts					
Contingencies	-	-			
Commitments and Contra Accounts	1,287,741,065	425,768,628			
Memorandum Information					
Number of Employees	40,663	19,604			
Number of Branches	6,065	2,872			

Total Gross Loans and Advances		3,667,867,626	2,058,897,302	Operating Profit	27,533,426	4,617,681
Less:				Less : provision for Bad and Doubtful Debts and loans Written Off	20,214,791	4,617,681
Interest in Suspense	3,254,196	3,206,444				
Specific Loan Loss Provisions	269,330,446	76,353,143		Provisions - General	1,915,775	(204,476)
General Loan Loss Provisions	467,600	467,600		Provisions - Specific	18,299,016	4,822,157
Net Loans and Advances	3,394,815,384	1,978,870,115		Recoveries (-)	-	-
Other Assets	187,180,212	117,748,479		Loans Written Off	-	-
Intangible Assets	24,952,610	7,441,988				
Investment properties	-	-		Less : provision for Decline in Value of Investments (Net)	(403,926)	2,930,263
Fixed Assets (Net of accumulated depreciation)	74,446,353	38,957,442				
Total on Balance Sheet Assets	5,757,663,492	3,094,681,743		Operating Profit on Ordinary Activities Before Taxes	7,722,561	6,194,137
On-Balance Sheet Liabilities				Less : Value Added Tax on Financial Services	-	-
Total Deposits	4,891,086,303	2,602,258,969		Operating Profit on Ordinary Activities Before Corporate Tax	7,722,561	6,194,137
Demand Deposits	241,517,855	135,490,254				
Savings Deposits	1,789,542,392	766,091,059		Share of Subsidiaries / Associate Companies' profit	-	-
Time Deposits	2,860,026,056	1,700,677,656		Operating Profit Before Corporate Tax	7,722,561	6,194,137
Margin Deposits	-	-		Less: Tax on Profits on Ordinary Activities	2,449,610	2,140,216
Other Deposits	-	-		Operating Profit for the Period	5,272,951	4,053,921
Total Borrowings	307,940,458	208,303,095		Other Provisions	1,580,329	400,221
Borrowings from CBSL	-	-		Net Profit	3,692,629	3,653,700
Borrowings from Banks and Financial Institutions in Sri Lanka	-	-				
Borrowings from Banks and Financial Institutions Abroad	43,501,241	28,814,377				