Indian Bank 356, Galle Road, Colombo 03

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2023

INCOME STATEMENT FOR THE PERIOD ENDED 30.06.2023

In Rupees Thousands	Bank (in LKR)		Group (in INR)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01.04.2023 To 30.06.2023 (Unaudited)	From 01.04.2022 To 30.06.2022 (Unaudited)	From 01.04.2023 To 30.06.2023 (Unaudited)	From 01.04.2022 To 30.06.2022 (Unaudited)
Interest Income	807,795	683,567	130,494,084	101,536,635
Interest Expenses	143,736	95,948	73,459,037	56,196,828
Net Interest Income	**664,059**	**587,619**	**57,035,047**	**45,339,807**
Fee and Commission Income	21,908	28,487	15,227,451	15,201,587
Fee and Commission Expenses	-	544	-	-
Net fee and commission income	**21,908**	**27,943**	**15,227,451**	**15,201,587**
Net gains/(losses) from trading	-		-	-
Net fair value gains/(losses) on:	-		-	-
Financial assests 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	(2,675)	52,887	1,977,965	3,566,191
Total Operating Income	**683,292**	**668,449**	**74,240,463**	**64,107,585**
Impairment Charges	32,591	887,908	17,406,536	20,342,086
Net Operating Income	**650,701**	**(219,459)**	**56,833,927**	**43,765,499**
Personnel Expenses	38,414	24,452	15,636,738	12,183,759
Depreciation and amortization expenses	2,457	5,648	-	-
Other expenses	30,878	19,593	17,257,151	18,127,250
Operating profit/(loss)before value added (VAT) and Nation Building Tax (NBT)on financial services	**578,952**	**(269,152)**	**23,940,038**	**13,454,490**
Value Added Tax (VAT) and Nation Building Tax (NBT) on Financial services	94,467	31,969	-	-
Operating profit / (loss) after VAT & NBT on financial services	**484,484**	**(301,121)**	**23,940,038**	**13,454,490**
Share of profits of associates and joint ventures	-	-	-	-
Profit /(loss) before tax	**484,484**	**(301,121)**	**23,940,038**	**13,454,490**
Income Tax expenses	179,535	87,394	6,851,770	1,320,058
Profit/(loss) for the period	**304,950**	**(388,515)**	**17,088,268**	**12,134,432**
Profit attributable to:				
Equity holders of the parent	-	-	-	-
Non-controlling interests	-	-	-	-
Earnings per share on profit				
Basic earnings per ordinary share	-	-	-	-
Diluted earnings per ordinary share	-	-	-	-

SELECTED PERFORMANCE INDICATORS (BASED ON REGULATORY REPORTING) 30.06.2023

ITEM	Bank (in LKR)		Group (in INR)	
	30.06.2023 (Unaudited)	31.03.2023 (Audited)	30.06.2023 (Unaudited)	31.03.2023 (Audited)
Regulatory Capital Adequacy				
Common Equity Tier 1 Rs. Mn	**9,843.12**	**13,544.00**	**448,140.00**	**449,644.00**
Core (Tier 1) Capital Rs. Mn	**9,841.15**	**13,542.00**		**-**
Total Capital Base Rs. Mn	**9,905.91**	**13,607.00**	**548,984.00**	**549,919.00**
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital (%) (Minimum Requirement 7%)	**39.15%**	**51.25%**		**13.48%**
Tier 1 Capital ratio (%) (Minimum Requirement 8.5%)	**39.14%**	**51.24%**	**12.88%**	
Total Capital Ratio % (Minimum Requirement 12.5%)	**39.40%**	**51.94%**	**15.78%**	**16.49%**
Leverage Ratio (Minimum Requirement 3%)	**22.51%**	**36.75%**	**5.87%**	**5.86%**
Regulatory Liquidity				
Statutory Liquid Asset Rs.Mn				
Domestic Banking Unit	**5,213.41**	**8,435.51**	**1,566,434.30**	**1,578,498.60**
Off-Shore Banking Unit	**1,375.15**	**4,245.61**		**-**
Statutory Liquid Asset Ratio % (Minimum requirement 20%)				
Domestic Banking Unit	**90.82%**	**92.31%**	**26.38%**	**26.60%**
Off-Shore Banking Unit	**86.29%**	**58.18%**		
Total Stock of High-Quality Liquid Assests Rs. Mn	**2,662.09**	**3,744.76**	**1,585,983.00**	**1,466,146.00**
Liquidity Coverage ratio (%) (Minimum requirement 100%)				
Rupee (%)	**815.00%**	**1906.00%**	**129.93%**	**147.55%**
All Currency (%)	**173.05%**	**564.11%**		
Net Stable Funding Ratio (%) - (Minimum requirement 100%)	**102.00%**	**120.00%**	**138.21%**	**143.70%**
Assets Quality (Quality of Loan Portfolio)				
Gross Non-Performing Advances % (net of interest in suspense)	**12.17%**	**11.77%**	**5.47%**	**5.95%**
Net-Non Performing Advances % (net of interest in suspense and Provision)	**0.31%**	**0.29%**	**0.70%**	**0.90%**
Impaired Loans (Stage 03) Ratio (%)	**0.31%**	**0.29%**		
Impairment (Stage 3) to Stage 3Loans Ratio (%)	**97.47%**	**97.56%**		
Profitability				
Interest Margin (%)	**7.04%**	**6.64%**	**3.56%**	**3.37%**
Return on Assets (Before Tax) (%)	**4.92%**	**4.64%**	**1.33%**	**0.86%**
Return on Equity (%)	**4.82%**	**9.55%**	**17.88%**	**14.73%**

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	Sd
MOHANDOSS P	KIRUPAKARAN J
CHIEF EXECUTIVE OFFICER	MANAGER (FINANCE)
Date : 29-08-2023	

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30.06.2023

In Rupees Thousands	Bank (in LKR)	
	Current Period	Previous Period
	30.06.2023 (Unaudited)	31.03.2023 (Audited)
Cash flows from operating activities		
Profit before tax	484,484	1,562,742
Adjustments for:		
Non-cash items included in the profit before tax	449,679	930,946
Changes in operating assets	861,705	(685,870)
Changes in operating liabilities	(3,726,446)	(16,636,686)
Dividend income	-	(1,465)
Tax paid	(61,416)	(183,676)
VAT paid	-	-
SSCL paid	-	-
Operating lease rental paid	(4,786)	(18,488)
Gratuity paid	-	-
Net cash generated from operating activities	**(1,996,779)**	**(15,032,498)**
Cash flows from investing activities		
Purchase of property, plant and equipment	-	(17,135)
Sales of property, plant and equipment	-	-
Net investment in financial assets at amortized cost	1,750,673	3,533,025
Net investment in fair value through OCI assets	-	277
Net investment in other financial assets	-	-
Dividends received	-	1,465
Net cash used in investing activities	**1,750,673**	**3,517,631**
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	(246,107)	(11,514,866)
Cash and cash equivalents at the beginning of the year	10,025,626	21,540,492
Cash and cash equivalents at the end of the year	**9,779,519**	**10,025,626**

STATEMENT OF FINANCIAL POSITION AS AT 30.06.2023

In Rupees Thousands	Bank (in LKR)		Group (in INR)	
	Current Period	Previous Period	Current Period	Previous Period
	as at 30.06.2023 (Unaudited)	as at 31.03.2023 (Audited)	as at 30.06.2023 (Unaudited)	as at 31.03.2023 (Audited)
Assets				
Cash and cash equivalents	5,729,519	222,013	15,685,173	12,424,809
Balances with central banks of Sri Lanka	922,658	153,035	291,632,226	315,623,840
Placements with banks	4,050,000	9,803,613	86,497,392	173,277,139
Derivative financial instruments	-	(147,450)	-	-
Financial assets recognized through profit or loss	-	-	-	-
Measured at fair value	-	-	-	-
designated at fair value	-	-	-	-
Financial assets at amortised cost	-	-	-	-
Loans and advances	20,898,492	22,464,498	4,563,749,660	4,492,967,337
Other instruments	1,882,638	3,633,311	1,885,701,560	1,857,672,504
Financial assets measured at fair value through other comprehensive income	9,393	9,365	-	-
Investment in subsidiaries	-	-	2,192,469	2,210,021
Investment in associates and joint ventures	-	-	-	-
Property plant and equipment	44,654	48,180	75,014,014	74,590,404
Investment properties	-	-	-	-
Goodwill and intangible assets	-	-	45,811,358	44,345,577
Deferred tax assets	731	-	-	-
Other assets	316,801	531,626	139,369,064	131,895,681
Total Assets	**33,854,886**	**36,718,190**	**7,105,652,916**	**7,105,007,312**
Liabilities				
Due to banks	3,088,683	6,879,089	3,286,916	2,820,301
Derivative financial instruments	2,052	-	-	-
Financial liabilities recognized through profit or loss	-	-	-	-
Measured at fair value	-	-	-	-
designated at fair value	-	-	-	-
Financial liabilities at amortised cost	-	-	-	-
due to depositors	8,803,533	7,517,069	6,215,392,930	6,211,657,565
due to debt securities holders	-	-	-	-
due to other borrowers	-	-	196,679,853	217,910,008
Debt securities issued	-	-	-	-
Retirement benefit obligations	9,352	11,279	-	-
Current tax liabilities	995,346	567,994	-	-
Deferred tax liabilities	1,765	(1,035)	-	-
Other provisions	-	-	-	-
Other liabilities	712,495	2,360,425	193,649,378	192,891,881
Due to subsidiaries	-	-	-	-
Total Liabilities	**13,613,226**	**17,334,821**	**6,609,009,077**	**6,625,279,755**
Equity				
Stated capital/Assigned capital	1,740,883	1,740,883	12,454,411	12,454,411
Statutory reserve fund	834,164	604,760	109,563,951	109,563,951
OCI reserve	6,729,634	6,176,293	-	-
Retained earnings	10,930,895	10,800,615	-	-
Other reserves	6,084	60,819	374,625,477	357,709,195
Total Shareholders' equity	**20,241,660**	**19,383,369**	**496,643,839**	**479,727,557**
Non-controlling interest	-	-	-	-
Total Equity	**20,241,660**	**19,383,369**	**496,643,839**	**479,727,557**
Total Equity and Liabilities	**33,854,886**	**36,718,190**	**7,105,652,916**	**7,105,007,312**
Contigent liabilities and commitments	**7,769,235,171**	**7,769,235,171**	**3,386,717,728**	**3,973,851,947**
Memorandum Information				
Number of Employees	**25**	**26**	**40,803**	**40,781**
Number of Branches	**2**	**2**	**5,802**	**5,791**

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30.06.2023

In Rupees Thousands	Bank (in LKR)		Group (in INR)	
	Current Period	Previous Period	Current Period	Previous Period
	From 01.04.2023 To 30.06.2023 (Unaudited)	From 01.04.2022 To 30.06.2022 (Unaudited)	From 01.04.2023 To 30.06.2023 (Unaudited)	From 01.04.2022 To 30.06.2022 (Unaudited)
Profit /(loss) for the period	**304,950**	**(388,515)**	**17,088,268**	**12,134,432**
Items that will be reclassified to Income Statement				
Exchange differences on translation of foreign operations	553,341	2,510,857		
Net gains/(losses) on cash flow hedges				
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	(165)	(1,694)		
Share of profits of associates and joint ventures				
Debt insttruments at fair value through other comprehensive income				
Others (Specify)				
Less: Tax expense relating to items that will be reclassified ti income statement				
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				
Changes in revaluation surplus				
Shre 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				
Other comprehensive income for the period net of taxes	**553,176**	**2,509,163**	**-**	**-**
Total comprehensive income for the period	**858,126**	**2,120,648**	**17,088,268**	**12,134,432**
Attributable to:				
Equity holders of the parent	-	-	17,088,268	12,134,432
Non-controlling interests	-	-		

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.06.2023

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 01.04.2023 (Opening balance)			**1,740,883**			**604,760**	**6,176,293**	**5,146**	**10,800,615**	**55,673**	**19,383,369**		**19,383,369**
Total comprehensive income for the period											-		-
Profit/(loss) for the year (net of tax)									304,950		304,950		304,950
Other comprehensive income (net of tax)							553,341				553,341		553,341
Total comprehensive income for the year			**1,740,883**			**604,760**	**6,729,634**	**5,146**	**11,105,564**	**55,673**	**20,241,660**		**20,241,660**
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											-		-
Transfer to Other Reserve						229,404			(179,815)	(49,589)	-		-
Dividends to equity holders											-		-
Profit transferred to head office											-		-
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)											-		-
Others (Please specify)											-		-
Total transactions with equity holders			**-**			**229,404**	**-**	**-**	**(179,815)**	**(49,589)**	**-**		**-**
Balance as at 30.06.2023 (Closing balance)			**1,740,883**			**834,164**	**6,729,634**	**5,146**	**10,925,749**	**6,084**	**22,507,831**		**20,241,660**

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.06.2023

Group (In INR 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	Revaluation reserves	General Reserves	Fair value Reserve	Retained Earnings	Other Reserves			
Balance as at 01.04.2023 (Opening balance)	**12,454,411**			**109,563,951**	**23,915,444**	**178,268,685**	**61,068,986**		**1,332,345**	**93,123,735**	**479,727,557**		**479,727,557**
Total comprehensive income for the period											-		-
Profit/(loss) for the year (net of tax)									17,088,268		17,088,268		17,088,268
Other comprehensive income (net of tax)											-		-
Total comprehensive income for the year	**12,454,411**			**109,563,951**	**23,915,444**	**178,268,685**	**61,068,986**		**18,420,613**	**140,629**	**496,815,825**		**496,815,825**
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						269,653	(523,851)			82,212	(171,986)		(171,986)
Transfer to Other Reserve											-		-
Dividends to equity holders											-		-
Profit transferred to head office											-		-
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)											-		-
Others (Please specify)											-		-
Total transactions with equity holders	**-**			**-**	**-**	**269,653**	**(523,851)**		**-**	**82,212**	**(171,986)**		**(171,986.00)**
Balance as at 30.06.2023(Closing balance)	**12,454,411**			**109,563,951**	**23,915,444**	**178,538,338**	**60,545,135**		**18,420,613**	**222,841**	**496,643,839**		**496,643,839**