



# Indian Bank

57, Sir Baron Jayatilleke Mawatha, Colombo 01

## FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE 2014

INCOME STATEMENT	Bank-Sri Lanka Rupees Thousands		SELECTED PERFORMANCE INDICATORS		Bank-Sri Lanka Rupees Thousands		STATEMENT OF FINANCIAL POSITION	
	Current Period From 01-04-2014 to 30-06-2014 (Un-Audited)	Previous Period From 01-04-2013 to 30-06-2013 (Un-Audited)	30.06.2014 (Un-audited)	31.03.2014 (Audited)	Current Period 30.06.2014 (Un-Audited)	Previous Period 31/03/2014 (Audited)		
Interest Income	448,349	395,364	4,073.24	4,307.99	1,857,486	178,984		
Less: Interest expenses	223,070	136,229	4,069.51	4,312.03	111,418	121,687		
<b>Net Interest Income</b>	<b>225,279</b>	<b>259,135</b>			21,453,907	19,785,722		
Fee and commission income	10,604	4,921	25.99%	30.39%	131			
Less: Fee and Commission Expenses	1,724		25.96%	30.42%				
<b>Net Fee and Commission Income</b>	<b>8,880</b>	<b>4,921</b>						
Net gain/(loss) from trading								
Net gain/(loss) from financial instruments designated at fair value through profit or loss								
Net Gain/(loss) from financial investment								
Other Operating Income (net)	(1,734)	694						
<b>Total Operating Income</b>	<b>232,425</b>	<b>264,750</b>						
Impairment for loans and other losses								
Individual Impairment	134	1,424						
Collective Impairment	2,058	303						
Other	-	-						
Net Operating Income	230,233	263,023						
Personnel Expenses	17,209	16,583						
Depreciation and amortisation	775	915						
Other Expenses	70,868	16,566						
Operating Profit/(Loss) before VAT	141,381	228,959						
Less: VAT on Financial Services								
Operating profit/(loss) after VAT	141,381	210,179						
Share of Profits of associates and joint ventures								
Profit/(loss) before tax	141,381	210,179						
Less: Tax Expenses	28,481	181,698						
<b>Profit/(loss) for the period</b>	<b>141,381</b>	<b>181,698</b>						

### Statement of changes in Equity - Bank

In Sri Lanka Rupees Thousands	Ordinary Voting Shares		Ordinary non-voting shares		Assigned Capital		Statutory Reserve fund		Reserves		Total	Non-controlling interest	Total equity
	Ordinary Voting Shares	Ordinary non-voting shares	Assigned Capital	Statutory Reserve fund	Investment Reserve	Retained Earnings	Foreign currency Translation Reserve						
<b>Balance as at 31.03.2014 (Opening balance)</b>			1,740,883	138,050	15,922	208,000	2,239,093	145,504			4,487,452		4,487,452
<b>Total comprehensive income for the year</b>											141,381		141,381
Profit/(loss) for the year											141,381		141,381
Other comprehensive income (net of tax)									1,878		(18,409)		(16,531)
<b>Total comprehensive income for the year</b>											122,972		122,972
<b>Transactions with equity holders, recognised directly in equity</b>													
Share issue/increase of assigned capital													
Share options exercised													
Bonus issue													
Rights issue													
Transfers to reserves during the period									6,328		(6,328)		
Dividends to equity holders													
Profit transferred to head office													
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)													
Others													
<b>Total transactions with equity holders</b>											3,800		3,800
<b>Balance as at 30.06.2014 (Closing balance)</b>			1,740,883	144,378	17,800	211,800	2,374,146	127,095			4,616,102		4,616,102

### Measurement of Financial Instruments

In Sri Lanka Rupees Thousands	a. Bank-Current Year -30.06.2014						b. Bank-Current Year -31.03.2014					
	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
<b>ASSETS</b>												
Cash and cash equivalents	-	-	-	1,857,486	-	-	-	-	178,984	-	-	178,984
Balances with central banks	-	-	-	111,418	-	-	-	-	121,687	-	-	121,687
Placements with banks	-	-	-	21,453,907	-	-	-	-	19,785,722	-	-	19,785,722
Derivative financial instruments	131	-	-	-	-	-	-	-	-	-	-	-
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	-	10,898,925	-	-	-	-	10,530,797	-	-	10,530,797
Financial investments	-	-	-	13,700,611	21,807	-	-	-	11,824,182	19,928	-	11,844,110
<b>Total financial assets</b>	<b>131</b>	<b>13,700,611</b>	<b>34,321,736</b>	<b>21,807</b>	<b>48,044,285</b>	<b>-</b>	<b>11,824,182</b>	<b>30,317,190</b>	<b>19,928</b>	<b>42,461,300</b>	<b>-</b>	<b>42,461,300</b>
<b>LIABILITIES</b>												
Due to banks	-	-	-	-	-	-	-	-	-	-	-	-
Derivative financial instruments	34,139	-	-	-	-	-	-	-	-	-	-	-
Other financial liabilities at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
Due to other customers	-	-	-	-	5,451,860	-	-	-	-	-	-	-
Debt securities issued	-	-	-	-	-	-	-	-	-	-	-	-
Other borrowings	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total financial liabilities</b>	<b>34,139</b>	<b>37,729,924</b>	<b>34,139</b>	<b>35,148</b>	<b>5,451,860</b>	<b>3,162,742</b>	<b>31,692,742</b>	<b>35,148</b>	<b>6,037,468</b>	<b>6,037,468</b>	<b>-</b>	<b>31,692,742</b>

### COMPREHENSIVE INCOME

Bank-Sri Lanka Rupees Thousands	Current Period From 01-04-2014 to 30-06-2014 (Un-Audited)	Previous Period From 01-04-2013 to 31-03-2014 (Audited)
<b>Profit/(loss) for the Period</b>	<b>141,381</b>	<b>32,037</b>
<b>Other comprehensive Income Net of Tax</b>	<b>18,409</b>	<b>41,617</b>
Change in revaluation surplus		
Actuarial gains and losses on defined benefit plans		
Gains and losses (arising from translating the financial statement of a foreign operation)		
Gains and losses on re-measuring available for sale financial assets		
Gains and losses on cash flow hedges		
Others		
Share of Profits of associates and joint ventures		
Less: Tax expenses (income) relating to components of other comprehensive income		
Other Comprehensive Income for the Period, net of taxes	(16,531)	43,209
<b>Total comprehensive income for the period</b>	<b>124,850</b>	<b>75,246</b>

**CERTIFICATION:**  
We, the undersigned, being the Chief Executive Officer and Compliance Officer 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/ Praveen Kumar Dangli  
CHIEF EXECUTIVE OFFICER  
Date: 29-08-2014

Sd/ W B C TILLAKERATNE  
COMPLIANCE OFFICER

### Loans and Receivables to other Customers

In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014
Gross loans and receivables	11,688,853	11,320,387
(Less): Individual impairment	(748,440)	(750,392)
Collective impairment	(41,488)	(39,198)
Net Loan and receivables including those designated at fair value through profit or loss	-	-
(Less): Loans and receivables designated at fair value through profit or loss	-	-
<b>Net Loans and Receivables</b>	<b>10,898,925</b>	<b>10,530,797</b>

### Loans and Receivables to other Customers

In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014
<b>By product - Domestic Currency</b>		
Overdraft	1,429,396	1,444,062
Term Loan	1,632,202	2,201,619
Other Loans	253,493	303,295
<b>Sub Total</b>	<b>3,315,091</b>	<b>3,948,976</b>
<b>By product - Foreign Currency</b>		
Overdraft	7,248	6,016
Term Loan	2,744,662	4,715,966
Other Loans	5,621,852	2,649,429
<b>Sub Total</b>	<b>8,373,762</b>	<b>7,371,411</b>
<b>Total</b>	<b>11,688,853</b>	<b>11,320,387</b>

### Movements in Individual and Collective Impairment Charges during the Period for Loans and Receivables to other Customers

In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014
<b>Individual impairment charges</b>		
Opening balance	750,392	94,334
Charges/(Write back) to income statements	134	655,204
Net-write-off during the year	(2,086)	854
Other movements		
<b>Closing balance</b>	<b>748,440</b>	<b>750,392</b>
<b>Collective impairment charges</b>		
Opening balance at 1st April	789,590	29,859
Charges/(Write back) to income statements	2,058	8,933
Net-write-off during the year	-	-
Other movements	(750,160)	406
<b>Closing balance at Total</b>	<b>789,228</b>	<b>789,590</b>

### Due to Other Customers - By Product

In Sri Lanka Rupees Thousand	Current Period As At 30.06.2014	Previous Period As At 31.03.2014
<b>By product - Domestic Currency</b>		
Demand Deposits (Current Accounts)	276,338	14,573
Savings Deposits	172,542	177,273
Fixed Deposits	1,502,861	1,528,401
Other Deposits	22,119	358,919
<b>Sub Total</b>	<b>1,973,860</b>	<b>2,079,166</b>
<b>By product - Foreign Currency</b>		
Demand Deposits (Current Accounts)	28,138	35,232
Savings Deposits	108,848	144,423
Fixed Deposits	3,341,014	3,778,647
Other Deposits	-	-
<b>Sub Total</b>	<b>3,478,000</b>	<b>3,958,302</b>
<b>Total</b>	<b>5,451,860</b>	<b>6,037,468</b>

### SUMMARISED BALANCE SHEET

	Global - Indian Rupees Thousands	
	Current Period as at 30.06.2014 (Un-Audited)	Current Period as at 31.03.2014 (Audited)
<b>On-Balance Sheet Assets</b>		
Cash in Hand	3,810,040	2,601,706
Balance with Central Bank of Sri Lanka /Other Central Banks	57,583,894	74,975,096
Due From Banks and Other Financial Institutions	26,459,021	27,328,594
Investments-Trading Account	109,790,716	128,208,895
Government Security	35,118,765	60,912,705
Other Securities	74,671,951	67,295,090
Investments-Held -to-Maturity (Net of Provision made for decline in investment value)	360,492,624	340,521,407
Government Securities	353,821,447	338,262,749
Other Securities	6,671,177	2,258,658
Less: Provision for decline in value of Investments	374,962	374,962
Investments in Associates and Subsidiaries	1,176,527,738	1,243,586,548
<b>Total Loans and Advances</b>	<b>1,129,286,480</b>	<b>1,197,951,744</b>
<b>Total Performing Loans and Advances</b>	<b>23,435,908</b>	<b>25,504,317</b>
Bills of Exchange	256,384,801	579,993,852
Overdrafts		
Lease Rentals Receivable	849,465,771	592,453,575
Other Loans	47,241,258	45,634,804
<b>Total Non-performing Loans and Advances</b>	<b>2,797,062</b>	<b>2,534,400</b>
Bills of Exchange	12,003,602	10,841,700
Overdrafts	32,440,594	32,258,704
Other Loans		
Interest Receivables		
<b>Total Gross Loans and Advances</b>	<b>1,176,527,738</b>	<b>1,243,586,548</b>
Less:		
Suspended Interest	21,878,589	20,561,490
Specific Loan Loss Provisions	935,200	935,200
General Loan Loss Provisions	1,153,713,949	1,222,089,858
Net Loans and Advances	44,316,848	46,238,108
Other Assets	-	1,607,663
Intangible Assets		
Investment Properties	29,192,849	29,321,820
Fixed Assets (Net of accumulated Depreciation of Fixed Assets)	1,785,734,903	1,873,267,009
<b>Total on Balance Sheet Assets</b>	<b>1,553,358,652</b>	<b>1,622,748,193</b>
<b>Total Deposits</b>	<b>68,150,201</b>	<b>71,598,988</b>
Demand Deposits	365,752,193	36,906,509
Savings Deposits	1,119,456,258	1,182,142,696
Time Deposits		
Margin Deposits		
Other Deposits		
<b>Total Borrowings</b>	<b>30,752,668</b>	<b>49,638,720</b>
Borrowings from CBSL		
Borrowings from Banks and Financial Institutions in Sri Lanka		
Borrowings from Banks and Financial Institutions Abroad	15,897,381	14,816,290
Securities sold under repurchase agreements		
Subordinated Term Debts	10,901,000	10,901,000
Other Borrowings	3,954,287	23,921,430
Deferred Taxation	9,644,216	9,649,775
Current Taxation		
Other Liabilities	51,347,211	52,519,940
<b>Total on Balance Sheet Liabilities</b>	<b>1,645,102,747</b>	<b>1,734,556,628</b>
Minority Interest	140,632,156	138,710,381
Equity Capital and Reserves	4,648,485	4,648,485
Share Capital/Assigned Capital	33,297,5	