

SRI LANKA SAVINGS BANK LIMITED

A FULLY OWNED SUBSIDIARY OF NSB

INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31st DECEMBER 2021



STATEMENT OF FINANCIAL PO	SITION		STATEMENT OF CHANGES IN EQUITY										
	Current Period	Previous Period		Stated Capital/ Assigned Capital				Reserves			Non-		
In Rupees Thousands	As at 31/12/2021	As at 31/12/2020	In Rupees Thousands	Ordinary	Assigned	Statutory Reserve	OCI	Re- valuation	Retained	Other	Total	Controlling interest	Total Equity
Assets Cash and cash equivalents	64,001	105,548	Balance as at 01/01/2021	Shares 820,446	2,984,844	Fund 253,750	Reserve 39,757	Reserve 907,127	Earnings 3,690,115	Reserves (2,166,190)	6,529,849	-	6,529,849
Balances with Central Banks Placements with banks Derivative financial instruments	4,710,263	4,734,648	Total Comprehensive income for the period Profit/(loss) for the period	-	-	-	-	-	255,145	_	255,145	_	255,145
Financial assets at amortised cost - Loans and Advances	1,356,677	2,068,720	Other comprehensive income (net of tax) Total comprehensive income for the period	-	-	-	27,184 27,184	-	(5,174) 249,971	-	22,010 277,155	-	22,010 277,155
- Debt and Other Instruments Financial assets measured at fair value through Profit & Loss Financial assets measured at fair value through other	1,282,461	779,708 303,806	Transactions with equity holders,recognised directly in equity Share issue/increase of assigned capital										
Financial assets measured at fair value through other comprehensive income Investment in subsidiaries	165,196	138,011	Share options exercised Bonus issue	-	-	-	-	-	-	-	-	-	-
Investment in associates and joint ventures	- 206 785	- 875,771	Rights issue Transfers to reserves during the period	-	-	12,757	-	-	(12,757)	- -	-	-	- -
Property, plant and equipment Right of use assets Investment properties	896,785 2,493 210,577	5,980 237,077	Dividends to equity holders Profit transfers to head office	-		-	-	-			-		-
Goodwill and intangible assets Deferred tax assets	669	216	Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)	-	-	-	-	(44, 404)	-	-	-	-	-
Other assets Total assets	15,716 8,704,836	16,231 9,265,716	Others Total transactions with equity holders	-	-	12,757	-	(11,494) (11,494)	11,494 (1,263)	-	-	-	-
Liabilities			Balance as at 31/12/2021	820,446	2,984,844	266,507	66,941	895,634	3,938,823	(2,166,190)	6,807,005	-	6,807,005
Due to banks Derivative financial instruments Financial liabilities recognized through profit or loss	100	391 - -	a. Bank – 31/12/2021	ANALYS	SIS OF FINA	NCIAL IN	STRUMEN	TS BY MEA	ASUREMENT	BASIS			
- measured at fair value - designated at fair value			In Rupees Thousands				A	2	FVPL		FVOCI		Total
Financial liabilities at amortised cost - Due to depositors	764,664	1,077,085	ASSETS Cash and cash equivalents				64,	001	-		-		64,001
- Due to other borrowers Lease Liability Debt securities issued	319,244 3,188 89,558	575,874 6,734 134,526	Balances with Central Bank Placements with banks Derivative financial instruments				4,710,	263	- -		- - -	4	,710,263
Retirement benefit obligations Current tax liabilities	41,652 318,727	29,530 363,667	Loans and advances Debt Instruments				1,356, 1,282,		-		- -		,356,677 ,282,461
Deferred tax liabilities Other provisions	1,939 -	995	Equity Instruments				_,,	-	-		165,196		165,196
Other liabilities Due to subsidiaries	358,760	547,065	Unit Trust Investments Total financial assets				7,413,	402	-		165,196	7	,578,597
Total liabilities Equity	1,897,832	2,735,867	In Rupees Thousands				A			FVPL			Total
Stated capital/Assigned capital Statutory reserve fund	3,805,290 266,507	3,805,290 253,750	LIABILITIES Due to banks		-			100		-			100
OCI reserve	66,941	39,756	Derivative financial instruments Financial liabilities at amortised cost				701	-		-		_	- - 64 664
Retained earnings Other reserves	3,938,822 (1,270,557)	3,690,116 (1,259,063)	- Due to depositors - Due to other borrowers Debt securities issued				764, 319, 89,			- - -		3	64,664 19,244 89,558
Total shareholders' equity Non-controlling interests	6,807,004	6,529,849	Total financial liabilities				1,173,	-		-			73,566
Total Equity Total equity and liabilities	6,807,004 8,704,836	6,529,849 9,265,716	b. Bank – 31/12/2020			Г				Т	E165		Take!
Contingent liabilities and commitments Memorandum Information	4,542	34,020	In Rupees Thousands ASSETS				A	<u> </u>	FVPL		FVOCI		Total
Number of Employees Number of Branches	106 4	107 4	Cash and cash equivalents Balances with Central Bank				105	5,548 -	-		-		105,548 -
INCOME STATEMENT			Placements with banks Derivative financial instruments Loans and advances				4,734 2,068	-	-		-		734,648 - 068,720
	Current Period	Previous Period	Debt Instruments Equity Instruments				,	9,720 9,708	- -		- - 138,011		779,708 138,011
In Rupees Thousands	From 01/01/2021	From 01/01/2020	Unit Trust Investment Total financial assets				7,688	3,624	303,806 303,80 6		138,011		303,806 1 30,441
	To 31/12/2021	То	In Rupees Thousands				A	c		FVPL			Total
Interest income Interest expenses	602,160 (55,207)	789,309 (75,574)	LIABILITIES					204					204
Net interest income Fee and commission income	546,953 2,133	713,735 4,137	Due to banks Derivative financial instruments Other financial liabilities at fair value through p	rofit or loss				391		- - -			391 - -
Fee and commission expenses Net fee and commission income	(49) 2,085	(271)	Financial liabilities at amortised cost - Due to depositors	10110 01 1033			1,077,	085		-		,	- 77,085
Net gain/(Loss) from trading Net gain/(loss) from financial assets	-	-	- Due to other borrowers Debt securities issued				575, 134 ,			-			75,874 34,526
at fair value through profit or loss Net Other operating income	- 73,699	- 82,055	Total financial liabilities				1,787,			-			87,877
Total operating income	622,736 76,073	799,657	STATEMENT OF (CASH FLOV	Current	Previ		NALYSIS O	F LOANS & A	ADVANCES,0 AND IMPA		NTS, CONTII	NGENCIES
Impairment Charges Net operating income Personnel Expenses	698,809 (219,766)	(59,184) 740,473	In Rupees Thousands		Period 31/12/202	Perio 1 31/12/2						Current Period	Previous Period
Depreciation and amortisation	(9,300)	(157,380) (11,170)	Cash flows from operating activities Profit before tax		330,23	31 415	,341	Rupees Thou				As at 31/12/2021	As at 31/12/2020
Other Expenses Operating profit/(loss) before VAT on financial services	(69,749) 399,994	(76,377) 495,545	Adjustment for: Non-cash items included in profits before tax		(80,13		,815 By		oss loans and a mestic Currenc				
Value Added Tax (VAT) on financial Services Operating profit/(loss) after VAT on financial services	(69,763) 330,231	(80,204) 415,341	Change in operating assets Change in operating liabilities Net gains from investing activities		614,06 (806,39		923) Tei	Term loans Lease rental receivable					1,896,408 521,293
Share of profits of associates and joint ventures Profit/(loss) before tax	330,231	415,341	Share of profits in associates and joint ventures Dividend income from subsidiaries and associate			- -	- Pa	edit Cards wning	0.5		()	2,129	38,607
Income Tax expenses Profit/ (loss) for the period	(75,086) 255,145	(140,285) 275,057	Interest expense on subordinated debt Prior year adjustment			- 882	.070 Ho	amuka Saving Jusing loans aff loans	s & Developme	nt Bank's Loan:	s (PSDB)	974,715 28,280 293,889	998,606 44,482 149,147
Profit attributable to: Shareholders	255,145	275,057	Contribution paid to defined benefit plans Tax paid		(119,08	, , ,	- Tot 484) Sta	tal agewise impa	irment on loan			2,834,819	3,648,543
Earnings per share on profit Basic earnings per ordinary share	31	34	Net cash generated from operating activities Cash flows from investing activities		(61,30	6) 87		ss: Accumula Accumulat	ted impairment ted impairment	t under stage 1 under stage 2		(81,707) (17,867)	(110,947) (75,874)
STATEMENT OF COMPREHENSIVE	INCOME		Purchase of property, plant and equipment Proceeds from the sale of property, plant and e	quipment	(26,209 47,32		- -	t value of loa	ted impairment ans & advances			(1,378,567) 1,356,678	(1,393,001) 2,068,720
In Rupees Thousands	From 01/01/2021	From 01/01/2020	Purchase of Financial investments Proceeds from the sale of maturity of financial Net purchase of Intangible assets	investments	(1,070	- -))	- Un	der Stage 1	impairment du	ring the period	I		
	To 31/12/2021	To 31/12/2020	Net cash flow from acquisition of investment in and associates	subsidiaries	(1,070	-	- C	0 / (back) to incom	e statement		110,947 (29,240) 81,707	105,815 5,133 110,947
Profit/(loss) for the period	255,145	275,057	Net cash flow from disposal of subsidiaries Proceeds from disposal of associates and joint v			-	Un	osing balance der Stage 2 Opening balance				81,707 75,874	43,030
Items that will be reclassified to income statement Exchange differences on translation of foreign operations	-	-	Dividend received from investment in subsidiaries ar Purchase of Investment Properties Net cash (used in)/from investing activities	na associates	30.0-				back) to incom	e statement		75,874 (58,007) 17,867	43,030 32,843 75,874
Net gains/(losses) on cash flow hedges Net gains/(losses) on investment in debt instruments	-	-	Net cash (used in)/from investing activities Cash flows from finance activities		20,05	,u (1,	Un	der Stage 3				· ·	·
measured at fair value through other comprehensive income	-	-	Net proceeds from the issue of ordinary share of Net proceeds from the issue of other equity ins	struments		-	_ c	Opening balar Charge/(write Other Movem	back) to incom	e statement		1,393,001 9,456 (23,891)	1,388,409 19,423 (14,831)
Share of profits of associates and joint ventures Debt instruments at fair value through other comprehensive	-	-	Net proceeds from the issue of subordinated de Repayment of subordinated dept Interest paid on subordinated dept	εμι		-	_ Clo	osing balance	!			1,378,567 1,478,142	1,393,001 1,579,823
income Less: Tax expense relating to items that will be reclassified	-	-	Dividend paid to non-controlling interest Dividend paid to shareholders of the parent cor	mpany		- -	-	-pwninei		D PERFORM	ANCE INDIC		,_, 5,020
to income statement Items that will not be reclassified to income statement			Dividend paid to holders of other equity instrur Others	. ,		- -	-	m		_	TORY REPO	RTING)	21/12/2020
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	27,184	1,372	Net Cash (used in)/from financing activities Net increase/(decrease) in cash & cash equivalent		(41,25	•	,,,,,	gulatory Capi	ital Adequacy (LKR in Thousar	nds)	5 306 800	
change in 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			Cash and cash equivalents at the beginning of t Cash and cash equivalents at the end of the pe		105,15 63,9 0		156 Co	mmon Equity re (Tier 1) Ca _l tal Capital Bas	pital			5,306,800 5,306,800 5,306,800	5,357,996 5,357,996 5,357,996
through profit or loss Actuarial Gain/(loss) on defined benefit plan	(5,174)	1,469	ANALYSIS OF	DEPOSITS	Comme	D	Re Coi	gulatory Capi mmon Equity T	ital ratios (%) Tier 1 capital (%)	(Minimum Regu	irement - 7%)	97%	82%
Re - measurement of post-employment benefit obligations	(5,1/4)	-			Current Period As at	Previo Perio As at	d Tie	r 1 Capital Ra tal Capital Rat	atio (%) (Minimi tio (%) (Minimu	um Requiremei <u>ım Requiremer</u>	nt - 8.50%) nt - 12.50 %)	97% 97%	82% 82%
Changes in revaluation surplus Share of profits of associates and joint ventures	-	439,106	In Rupee Thousands By Product		As at 31/12/2021		020 Re	gulatory Liqu	(Minimum Req lidity Assets (LKR in		1	4,792,614	48% 4,857,185
Less: Tax expense relating to items that will not be reclassified to income statement			Demand deposits Savings deposits		249,911		- Sta ,742 Tot	tutory Liquid A	Assets (EKK III Assets Ratio (%) (igh-Quality Liqu	Minimum Requir		742% 389,139	511% 296,371
Other comprehensive income (OCI) for the period, net of taxes Total comprehensive income for the period	22,010 277,155		Fixed deposits Pramuka Savings & Development Bank's Loans (PSDE	B) deposits	215,774 298,979	295	,204 Liq ,139 Ne	uidity Coverage	Ratio - Rupee (%)	(Minimum Requ	irement - 100%)	1548% 172%	567% 192%
CERTIFICATION	_,,,133	. 17,004	Total		764,664	1,077	,085 As	sets Quality (Quality of Loar ning Advances Rati	Portfolio) o (%) (net of Inter	rest in suspense)	23%	21%
We, the undersigned, being the Chairperson, General Manager/CEO and Senior Manager - Finance & Planning of Sri Lanka Savings Bank jointly certify that; (a) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka. Net Non Performing Advances Ratio (%) (net of Interest in suspense and provision) Impaired Loans (Stage 3) Ratio (%)										-4% 4%	-1% 6%		
(b) The information contained in these statements have be						Impairment (Stage 3) to Stage 3 Loans Ratio (%) Profitability Interest Margin (%)				85%	72%		
Keasila Jayawardena M.A. Sujith Fernando H.K. Eranjith Padmakumara (sgd.) Chairperson (sgd.) General Manager/CEO (sgd.) Senior Manager - Finance & Planning 25.02.2022 25.02.2022							Re	erest Margin turn on Asset turn of Equity	s (before Tax) (%)		7% 4% 4%	10% 5% 7%