

SRI LANKA SAVINGS BANK LIMITED





இலங்கை சேமிப்பு வங்கி Sri Lanka Savings Bank	INTE	RIM EL	A FULLY OWNED S NANCIAL STATEMENTS I					NDED.	31st_D	CEMBI	R 202	3		
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STATEMENT OF FINANCIAL PO		Previous		Chake d 6		TEMENT	OF CHANG	GES IN EQU	ITY			1		
	Current Period	Period		Stated C Assigned	•			Reserve	5			Non-		
In Rupees Thousands	As at 31/12/2023	As at 31/12/2022		Ordinary	Assigned	Statutory Reserve	OCI	Re- valuation	Retained	Other	Total	Controlling interest	Total Equity	
Assets Cash and cash equivalents	31,894	47,257	Balance as at 01/01/2023	Shares 820,447	2,984,844	Fund 288,765	Reserve 4,595	Reserve 889,976	4,270,807	Reserves (2,166,190)	7,093,243	1 -	7,093,243	
Balances with Central Bank Placements with banks	1,042,216	- 1,963,287	Total Comprehensive income for the period	020,447	2,304,044	200,703	4,555	003,370		(2,100,130)				
Derivative financial instruments Financial assets at amortised cost	-	-	Profit/(loss) for the period Other comprehensive income (net of taxes)	-	-	-	99,514	-	668,063	-	668,063 98,903		668,063 98,901	
- Loans and Advances - Debt and Other Instruments	630,953 6,075,046	796,327 4,426,049	Total comprehensive income for the period	-	-	-	99,514	-	667,450	-	766,96 4		766,964	
Financial assets measured at fair value through Profit & Loss Financial assets measured at fair value through other	202,497	- 102,925	Transactions with equity holders, recognised directly in equity											
comprehensive income Investment in subsidiaries	-	-	Share issue/increase of assigned capital Share options exercised	-	-	-		-	-	-			-	
Investment in associates and joint ventures Property, plant and equipment	- 876,578	- 884,129	Bonus issue Rights issue	-	-	-		-	-				-	
Right of use assets Investment properties	104 204,977	638	Transfers to reserves during the period Dividends to equity holders	-	-	33,403			(33,403)					
Goodwill and intangible assets Deferred tax assets	0	1,184	Profit transfers to head office Gain/(loss) on revaluation of Property, Plant	-	-	-			-			- -		
Other assets	25,052	19,654	and Equipment (if cost method is adopted) Others	_	-	_		_	_	_			_	
Total assets	9,089,315	8,446,427	Total transactions with equity holders	-	-	33,403	-	-	(33,403)	-			-	
Liabilities Due to banks	-	191	Balance as at 31/12/2023	820,447	2,984,844	322,168	104,109	889,976	4,904,854	(2,166,190)	7,860,20	7 -	7,860,207	
Derivative financial instruments Financial liabilities recognized through profit or loss	-	-		ANALYSI	IS OF FINA	NCIAL IN	STRUMEN	TS BY MEA	SUREMENT	BASIS				
- measured at fair value - designated at fair value			a. Bank – 31/12/2023 In Rupees Thousands				A	c	FVPL		FVOCI		Total	
Financial liabilities at amortised cost - Due to depositors	418,862	464,579	ASSETS Cash and cash equivalents			·	21	894					- 21 904	
- Due to other borrowers Lease Liability	293,891 133	301,615 798	Balances with Central Bank									31,894 -		
Debt securities issued Retirement benefit obligations	73,169 60,794	73,555 51,461	Placements with banks Derivative financial instruments				1,042,	-				1	1,042,216 -	
Current tax liabilities Deferred tax liabilities	179,961 2,715	182,457 4,155	Loans and advances Debt Instruments				630, 6,075,					(630,953 6,075,046	
Other provisions Other liabilities	199,583	- 274,372	Equity Instruments Unit Trust Investments							_	202,497		202,497	
Due to subsidiaries Total liabilities	1,229,108	1,353,184	Total financial assets				7,780,	108		-	202,497	7	7,982,605	
Equity			In Rupees Thousands				A	С		FVPL			Total	
Stated capital/Assigned capital Statutory reserve fund	3,805,290 322,168	3,805,290 288,765	LIABILITIES Due to banks											
OCI reserve	104,109	4,595	Derivative financial instruments Financial liabilities at amortised cost										-	
Retained earnings Other reserves	4,904,854 (1,276,214)	4,270,807 (1,276,214)	- Due to depositors - Due to other borrowers	- Due to depositors 418,862 418								418,862 293,891		
Total shareholders' equity Non-controlling interests	7,860,207	7,093,243	Debt securities issued Total financial liabilities					169					73,169 785,922	
Total Equity	7,860,207	7,093,243					703,	<u> </u>						
Total equity and liabilities Contingent liabilities and commitments	9,089,315 2,963	8,446,427 1,737	b. Bank – 31/12/2022 In Rupees Thousands				A	c	FVPL		FVOCI		Total	
Memorandum Information Number of Employees	95	104	ASSETS										47.057	
Number of Branches	4	4	Cash and cash equivalents Balances with Central Bank					7,257					47,257	
INCOME STATEMENT			Placements with banks Derivative financial instruments				1,963	3,287 -				1,	,963,287	
	Current Period	Previous Period	Loans and advances Debt Instruments				796 4,426	5,327 5,049					796,327 ,426,049	
In Rupees Thousands	From 01/01/2023	From 01/01/2022	Equity Instruments Unit Trust Investments						-		102,925		102,925	
	To 31/12/2023	To 31/12/2022	Total financial assets				7,232	2,920	-		102,925	7,	,335,845	
Interest income	1,435,040	1,119,715	In Rupees Thousands LIABILITIES				A	c		FVPL			Total	
Interest expenses Net interest income	(25,389) 1,409,652	(30,726) 1,088,989	Due to banks Derivative financial instruments					91		-			91	
Fee and commission income Fee and commission expenses	346 (17)	330 (29)	Financial liabilities at amortised cost				464	F.70		-			-	
Net fee and commission income	329	301	- Due to depositors - Due to other borrowers				464, 301,	615		-		3	464,579 301,615	
Net gain/(Loss) from trading Net gain/(Loss) from financial assets	-	-	Debt securities issued Total financial liabilities				73, 839,						73,555 839,940	
at fair value through profit or loss Net other operating income	91,306	- 128,386	STATEMENT OF CA	ASH FLOW	VS		A	NALYSIS O	F LOANS &	ADVANCES,C		NTS, CONTI	NGENCIES	
Total operating income	1,501,286	1,217,676	In Rupees Thousands		Current Period	Previo Perio				AND IMPA	IKIVIENT		Day 1	
Impairment Charges Net operating income	98,816 1,600,102	(73,199) 1,144,476			31/12/202							Current Period	Previous Period	
Personnel Expenses Depreciation and amortisation	(237,928) (9,468)	(281,206) (10,760)	Cash flows from operating activities Profit before tax		1,021,30	04 625	,040	Rupees Thous				As at 31/12/2023	As at 31/12/2022	
Other Expenses	(89,689)	(81,186)	Adjustment for: Non-cash items included in profits before tax		(153,47	4) (4	21E) By	product - Doi	oss loans and a mestic Currenc					
Operating profit/(loss) before VAT & SSCL on financial services Value Added Tax (VAT) on financial Services	1,263,017 (212,454)	771,324 (140,670)	Change in operating assets Change in operating liabilities		(469,13) (51,29)	0) 95	,300 Ter	erdrafts m Ioans				675,253	851,438	
Social Security Contribution Levy (SSCL) on Financial Services Operating profit/(loss) after VAT & SSCL on financial services	(29,258) 1,021,304	(4,808) 625,847	Net gains from investing activities Share of profits in associates and joint ventures		(31)23	- -	_ Lea	ase rental rece edit Cards	eivable			74,111 -	172,973	
Share of profits of associates and joint ventures	-	-	Dividend income from subsidiaries and associates Interest expense on subordinated debt	5		-	_ Pra		& Developme	ent Bank's Loans	s (PSDB)	29 940,418	63 952,326	
Profit/(loss) before tax Income Tax expenses	1,021,304 (353,241)	625,847 (180,696)	Prior year adjustment Contribution paid to defined benefit plans		(5,19		904) Sta	using loans off loans				12,842 337,933	15,401 326,928	
Profit / (loss) for the period	668,063	445,150	Tax paid		(357,17	6) (314)		gewise impai		ns & advances		2,040,586	2,319,129	
Profit attributable to: Shareholders	668,063	445,150	Net cash generated from operating activities Cash flows from investing activities		(14,97	∠) (30 <u>,</u>	266) Les	Accumulat	ed impairment	t under stage 1 t under stage 2		(8,511) (23,457)	(22,152) (43,099)	
Earnings per share on profit Basic earnings per ordinary share	81	54	Purchase of property, plant and equipment Proceeds from the sale of property, plant and equipment	uipment	(20		365) .897		ns & advances	t under stage 3		(1,377,664) 630,953	(1,457,551) 796,327	
STATEMENT OF COMPREHENSIVE	INCOME		Purchase of Financial investments Proceeds from the sale of maturity of financial inv				- Mo	ovements of i	mpairment du	ring the period				
	From 01/01/2023	From 01/01/2022	Net purchase of Intangible assets Net cash flow from acquisition of investment in su			- (2,	100) C	pening balan	ce pack) to incom	e statement		22,152 (13,640)	81,707 (59,556)	
In Rupees Thousands	То	То	and associates Net cash flow from disposal of subsidiaries			-	Clo	osing balance der Stage 2	_		_	8,511	22,152	
Profit //loce) for the period	31/12/2023		Proceeds from disposal of associates and joint ven Dividend received from investment in subsidiaries and a			-	- c	pening balance	oack) to incom	ie statement		43,099 (19,642)	17,867 25,232	
Profit/(loss) for the period	668,063	445,150	Purchase of Investment Properties Net cash (used in)/from investing activities	-	(20	0) 13	Clo	osing balance der Stage 3	,			23,457	43,099	
Items that will be reclassified to income statement Exchange differences on translation of foreign operations		-	Cash flows from finance activities		,			pening balan	ce back) to incom	o statom '		1,457,551	1,378,567	
· · · · · · · · · · · · · · · · · · ·	-	,						F1:1F****	THE REPORT OF THE PARTY OF THE	transport		(67.070)	///	
Net gains/(losses) on cash flow hedges Net gains/(losses) on investment in debt instruments	- - -	-	Net proceeds from the issue of ordinary share cap Net proceeds from the issue of other equity instru Net proceeds from the issue of subordinated debt	uments		-	_	osing balance	,	ie statement		(67,978) (11,908) 1,377,664	101,374 (22,390) 1,457,551	

Repayment of subordinated debt Interest paid on subordinated debt Share of profits of associates and joint ventures Dividend paid to non-controlling interest Debt instruments at fair value through other comprehensive Dividend paid to shareholders of the parent company

Less: Tax expense relating to items that will be reclassified to income statement Items that will not be reclassified to income statement Change in fair value on investments in equity instruments 99,514 (62,346)

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 Actuarial Gain/(loss) on defined benefit plan $\mbox{\it Re}$ - measurement of post-employment benefit obligations Changes in revaluation surplus

Share of profits of associates and joint ventures Less: Tax expense relating to items that will not be reclassified to $\label{eq:less:tax} \begin{tabular}{ll} \end{tabular}$ income statement Other comprehensive income (OCI) for the period, net of taxes Total comprehensive income for the period

CERTIFICATION

We, the undersigned being the Chairman, General Manager/CEO and Senior Manager - Finance 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. (b) The information contained in these statements has been extracted from unaudited financial statements of the Bank unless indicated as audited.

B.M. Dushyantha Basnayake (sgd.) Chairman 21.02.2024

M.A. Sujith Fernando (sgd.) General Manager/CEO

(613)

98,901

766,964

(661)

(63,007)

382,144

H.K. Eranjith Padmakumara (sgd.) Senior Manager Finance 21.02.2024

Dividend paid to holders of other equity instruments

Net increase/(decrease) in cash & cash equivalents

Cash and cash equivalents at the end of the period

Cash and cash equivalents at the beginning of the period

Fixed deposits Pramuka Savings & Development Bank's Loans (PSDB) deposits

Net Cash (used in)/from financing activities

Others

In Rupees Thousands

Demand deposits

Savings deposits

By Product

	Current Period	Previous Period
[As at	As at
In Rupees Thousands	31/12/2023	31/12/2022
Productwise Gross loans and advances		
By product - Domestic Currency Overdrafts	-	-
Term loans	675,253	851,438
Lease rental receivable	74,111	172,973
Credit Cards	-	-
Pawning	29	63
Pramuka Savings & Development Bank's Loans (PSDB)	940,418	952,326
Housing loans	12,842	15,401
Staff loans Total	337,933	326,928
Total Stagewise impairment on loans & advances	2,040,586	2,319,129
•	/O E11\	(22.152)
Less: Accumulated impairment under stage 1	(8,511)	(22,152)
Accumulated impairment under stage 2	(23,457)	(43,099)
Accumulated impairment under stage 3	(1,377,664)	(1,457,551)
Net value of loans & advances	630,953	796,327
Movements of impairment during the period Under Stage 1		
Opening balance	22,152	81,707
Charge/(write back) to income statement	(13,640)	(59,556)
Closing balance	8,511	22,152
Under Stage 2		
Opening balance	43,099	17,867
Charge/(write back) to income statement	(19,642)	25,232
Closing balance	23,457	43,099
Under Stage 3		
Opening balance	1,457,551	1,378,567
Charge/(write back) to income statement	(67,978)	101,374
Other Movements	(11,908)	(22,390)
Closing balance	1,377,664	1,457,551
Total Impairment	1,409,633	1,522,801
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SELECTED PERFORMANCE INDICATORS

(BASED ON REGULATORY REPORTING)							
tem	31/12/2023	31/12/2022					
Regulatory Capital Adequacy (LKR in Thousands)							
Common Equity Tier 1	6,061,891	6,068,129					
Core (Tier 1) Capital	6,061,891	6,068,129					
Total Capital Base	6,086,897	6,068,129					
Regulatory Capital ratios (%)							
Common Equity Tier 1 capital (%) (Minimum Requirement - 7%)	164%	165%					
Tier 1 Capital Ratio (%) (Minimum Requirement - 8.50%)	164%	165%					
Total Capital Ratio (%) (Minimum Requirement - 12.50 %)	165%	165%					
everage Ratio (Minimum Requirement - 3%)	68%	73%					
Regulatory Liquidity							
Statutory Liquid Assets (LKR in Thousands)	6,463,285	5,526,802					
statutory Liquid Assets Ratio (%) (Minimum Requirement - 20%)	1289%	954%					
Total Stock of High-Quality Liquid Assets (LKR in Thousands)	6,829,632	3,015,200					
iquidity Coverage Ratio - Rupee (%) (Minimum Requirement - 100%)	3661%	8826%					
Net Stable Funding Ratio (%) (Minimum Requirement - 100%)	221%	181%					
Assets Quality (Quality of Loan Portfolio)							
Gross Non-Performing Advances Ratio (%) (net of Interest in suspense)	44%	42%					
Net Non-Performing Advances Ratio (%) (net of Interest in	1%	1%					
suspense and provision)	4%	5%					
mpaired Loans (Stage 3) Ratio (%) mpairment (Stage 3) to Stage 3 Loans Ratio (%)	90%	87%					
Profitability	3070	0,70					
nterest Margin (%)	19%	15%					
Return on Assets (before Tax) (%)	12%	7%					
(2011) 011 / 103013 (8010) 014/	12/0	, , , ,					

9%

SRI LANKA SAVINGS BANK LIMITED, NO. 265, WARD PLACE, COLOMBO 7.

ANALYSIS OF DEPOSITS

(15,172)

47,066

31,894

Current Period

As at

31/12/2023

103,918

7,769 307,175

418,862

(16,834)

63,900

47,066

Previous

Period

As at

31/12/2022

132,497

29.061 303,021

464,579

Return of Equity (%)