

Decade at a Glance

Bank

<i>Year ended December 31, Rs. Mn.</i>	2005	2006	2007	2008	2009	2010
Operating Results						
Income	16,100	24,470	35,223	44,115	43,741	41,522
Interest income	13,034	19,532	30,503	37,188	35,925	34,740
Interest expenses	(7,226)	(11,955)	(18,951)	(24,336)	(23,515)	(18,328)
Foreign exchange profit	587	1,439	1,545	2,633	2,962	1,741
Commission and other income	2,479	3,499	3,175	4,294	4,854	5,041
Operating expenses and provisions	(5,232)	(8,301)	(9,567)	(12,259)	(13,035)	(13,876)
Profit before income tax	3,642	4,214	6,705	7,520	7,191	9,318
Income tax on profit	(1,278)	(2,201)	(2,601)	(3,252)	(2,887)	(3,794)
Net profit for the year	2,364	2,013	4,104	4,268	4,304	5,524
As at December 31,						
Assets						
Cash and short-term funds	18,663	13,739	16,208	24,115	24,057	10,557
Balances with Central Banks	9,045	12,574	11,576	10,322	11,795	12,189
Government Treasury Bills, Bonds and Other Securities	21,218	32,065	49,863	51,633	96,671	114,541
Commercial paper	408	423	-	-	-	-
Securities purchased under resale agreements	808	4,593	3,804	3,400	5,203	68
Dealing securities	182	145	207	58	81	283
Investments Held-for-sale	-	218	205	-	-	-
Investments Held-to-maturity	3,091	1,394	1,756	1,197	1,025	2,366
Bills of exchange	2,790	3,204	3,195	3,059	2,847	5,291
Lease receivable	7,088	9,482	10,945	9,484	7,794	11,019
Loans and advances	108,884	137,846	160,184	167,858	161,329	200,729
	172,177	215,683	257,943	271,126	310,802	357,043
Investments in subsidiary companies	434	434	434	434	279	354
Investments in associate companies	107	44	44	44	44	44
Property, plant & equipment and intangible assets	3,182	3,477	3,768	4,098	4,382	6,428
Other assets	4,177	4,336	5,751	5,512	6,808	6,191
Total assets	180,077	223,974	267,940	281,214	322,315	370,060
Liabilities						
Deposits from customers	127,601	157,496	183,110	199,881	234,745	259,779
Dividends payable	230	113	113	-	-	-
Borrowings	13,387	18,944	18,752	13,620	11,639	14,371
Securities sold under repurchase agreements	11,389	14,330	23,342	25,075	29,905	45,774
Other liabilities	6,331	9,122	10,308	10,646	12,888	12,259
Tax payable	818	1,446	1,698	1,665	1,203	2,448
Debentures	4,553	6,680	6,680	4,436	3,436	2,127
	164,309	208,131	244,003	255,323	293,816	336,758

Bank

<i>Year ended December 31, Rs. Mn.</i>	2011	2012	2013	2014	CAGR %
Operating Results					
Income	45,860	63,395	73,736	74,442	17.52
Interest income	38,356	52,685	62,764	61,832	
Interest expenses	(19,650)	(29,830)	(36,879)	(34,610)	
Foreign exchange profit	2,322	4,687	1,996	1,481	
Commission and other income	5,182	6,023	8,976	11,129	
Operating expenses and provisions	(15,313)	(19,270)	(22,347)	(24,095)	
Profit before income tax	10,897	14,295	14,510	15,737	13.03
Income tax on profit	(3,014)	(4,197)	(4,065)	(4,556)	
Net profit for the year	7,883	10,098	10,445	11,181	12.36
As at December 31,					
Assets					
Cash and cash equivalents	12,911	19,733	14,262	20,592	
Balances with Central Banks	17,343	18,168	18,432	19,634	
Placements with banks	11,674	16,163	4,132	14,508	
Derivative financial assets	40	1,351	838	460	
Other financial assets - Held-for-trading	6,418	6,041	6,379	6,327	
Loans and receivables to banks	580	629	546	551	
Loans and receivables to other customers	314,486	372,915	410,951	497,066	13.25
Financial investments - Available-for-sale	61,415	57,963	131,757	214,208	
Financial investments - Held-to-maturity	-	-	-	-	
	424,867	492,963	587,297	773,346	
Investments in subsidiaries	315	303	289	1,211	
Investments in associates	44	44	44	44	
Property, plant & equipment	7,907	8,221	8,387	9,953	
Intangible assets	467	497	468	439	
Leasehold property	78	77	76	75	
Deferred tax assets	360	449	-	-	
Other assets	7,291	9,189	9,426	10,542	
Total assets	441,329	511,743	605,987	795,610	21.71
Liabilities					
Due to Banks	11,574	4,894	14,194	25,261	
Derivative financial liabilities	435	84	1,412	1,193	
Other financial liabilities Held-for-trading	-	-	-	-	
Due to other customers/Deposits from customers	323,755	390,612	451,153	529,361	17.81
Other borrowings	49,603	47,583	54,173	136,201	
Current tax liabilities	1,305	2,802	1,759	1,998	
Deferred tax liabilities	1,594	1,698	1,563	2,574	
Other provisions	1	2	2	2	
Other liabilities	8,162	10,363	9,827	17,444	
Due to subsidiaries	30	22	16	19	
Subordinated liabilities	1,106	1,106	10,944	11,045	
Total liabilities	397,565	459,166	545,043	725,098	

CAGR - Compounded Annual Growth Rate

Decade at a Glance

Bank

<i>Year ended December 31, Rs. Mn.</i>	2005	2006	2007	2008	2009	2010
Shareholders' Funds						
Share capital	3,327	2,428	10,515	10,548	10,608	10,811
Statutory Reserve Fund	1,421	1,429	1,634	1,896	2,164	2,472
Reserves	11,020	11,986	11,788	13,447	15,727	20,019
Total Liabilities and Shareholders' Funds	180,077	223,974	267,940	281,214	322,315	370,060
Commitments and contingencies	47,154	56,418	116,212	115,809	146,072	196,617
Ratios						
Return on average shareholders' funds (%)	15.93	12.73	20.63	17.13	15.83	17.87
Income growth (%)	31.00	51.99	43.95	25.25	(0.85)	(5.07)
Return on average assets (%)	1.48	1.00	1.67	1.55	1.43	1.60
Rate of dividend (%)	45.00	50.00	–	–	–	–
Dividend per share (Rs.)	–	–	7.00	7.00	7.00	7.00
Ordinary share dividend cover (times)	3.34	2.54	2.29	2.42	2.46	2.09
Gross dividends to ordinary shareholders (Rs. Mn.)	639.36	714.00	1,743.13	1,745.81	1,751.47	2,642.25
Advances to deposits and refinance (%)	90.64	92.49	91.75	87.12	70.88	80.97
Property, Plant & Equipment to shareholders' funds (%)	20.75	21.33	15.74	15.83	15.38	19.30
Total assets to shareholders' funds (times)	11.42	14.14	11.19	10.86	11.31	11.11
Capital funds to liabilities including contingent liabilities (%)	7.46	6.05	7.87	6.98	6.48	6.26
Cost/Income Ratio (%)	54.28	61.10	47.87	50.46	56.86	54.69
Liquid assets to liabilities (%)	24.51	22.64	24.24	24.83	38.80	29.74
<i>(As specified in the Banking Act No. 30 of 1988)</i>						
Group Capital Adequacy (%) Tier I	9.68	7.62	10.60	10.55	11.92	10.86
Tier I & II	12.08	11.58	13.71	13.13	13.93	12.26
Share Information						
Market value of a share (Rs.)	135.50	190.00	147.00	67.00	189.50	259.90
Earnings per share (Rs.)	3	3	5	6	6	7
Price earnings ratio (times)	9	15	9	4	11	18
Net assets value per share (Rs.)	22	24	30	34	38	44
Earnings yield (%)	11	5	11	25	9	6
Dividend payout ratio (%) - Cash	30	39	44	41	41	34
Total dividend payout ratio (%)	–	–	–	–	–	48
Other Information						
Number of employees	3,168	3,415	3,745	4,041	4,071	4,321
Number of delivery points - Sri Lanka	134	150	163	170	172	187
Number of delivery points - Bangladesh	5	7	9	11	15	17
Number of automated teller machines	223	278	301	346	368	414

Bank

<i>Year ended December 31, Rs. Mn.</i>	2011	2012	2013	2014	CAGR %
Equity					
Stated capital	16,474	18,009	19,587	21,458	
Statutory reserves	2,890	3,433	4,035	4,327	
Retained earnings	2,547	4,178	4,233	4,258	
Other reserves	21,853	26,957	33,089	40,469	
Total Liabilities and Equity	441,329	511,743	605,987	795,610	21.71
Commitments and contingencies	234,551	279,593	295,452	352,453	
Ratios					
Return on average shareholders' funds (%)	20.28	20.96	18.40	17.01	
Income growth (%)	10.45	38.24	16.31	0.96	
Return on average assets (%)	1.94	2.12	1.87	1.60	
Dividend per share (Rs.)	6.00	6.50	6.50	6.50	
Ordinary share dividend cover (times)	1.61	1.86	1.89	1.99	
Gross dividends to ordinary shareholders (Rs. Mn.)	4,904.70	5,421.42	5,522.47	5,627.87	
Advances to deposits and refinance (%)	83.30	82.01	77.48	75.89	
Property, plant & equipment to equity (%)	19.31	16.73	14.65	14.85	
Total assets to equity (times)	9.92	9.73	9.94	11.28	
Capital funds to liabilities including contingent liabilities (%)	6.92	7.12	7.25	6.54	
Cost/income ratio (%)	50.70	47.02	45.59	47.13	
Liquid assets to liabilities (%)	26.35	25.79	34.05	33.11	
<i>(As specified in the Banking Act No. 30 of 1988)</i>					
Group Capital Adequacy (%) Tier I	12.11	12.63	13.30	13.07	
Tier I & II	13.01	13.84	16.93	16.22	
Share Information					
Market value of a share (Rs.)	100.00	103.00	120.40	171.00	
Earnings per share (Rs.)	9	12	12	13	
Price earnings ratio (times)	11	9	10	13	
Net assets value per share (Rs.)	54	63	72	81	
Earnings yield (%)	9	12	10	8	
Dividend payout ratio (%) - Cash	42	37	37	35	
Total dividend payout ratio (%)	62	54	53	50	
Other Information					
Number of employees	4,524	4,602	4,730	4,852	
Number of delivery points - Sri Lanka	213	227	235	239	} 10.62
Number of delivery points - Bangladesh	17	17	18	18	
Number of automated teller machines	514	572	604	625	6.73

CAGR - Compounded Annual Growth Rate