

INCOME STATEMENT

	BANK				GROUP					
	Year ended 31/12/2013 LKR '000	Year ended 31/12/2012 LKR '000	Change %	Quarter ended 31/12/2013 LKR '000	Quarter ended 31/12/2012 LKR '000	Year ended 31/12/2013 LKR '000	Year ended 31/12/2012 LKR '000	Change %	Quarter ended 31/12/2013 LKR '000	Quarter ended 31/12/2012 LKR '000
Interest Income	20,603,610	16,983,637	21	5,092,429	4,826,805	20,765,842	17,149,866	21	5,166,690	4,860,934
Interest Expenses	13,791,503	11,386,672	21	3,385,922	3,261,957	13,754,264	11,254,042	22	3,384,006	3,176,353
Net Interest Income	6,812,107	5,596,965	22	1,706,507	1,564,848	7,011,578	5,895,824	19	1,782,684	1,684,580
Net Fee and Commission Income	1,614,106	1,210,500	33	415,507	349,283	2,391,953	1,643,583	46	690,540	470,714
Net gain/(loss) from trading	1,271,628	1,010,276	26	538,630	120,582	1,868,293	1,272,496	47	638,042	509,801
Other operating income	6,167,075	997,474	518	(17,169)	(3,347)	27,216	6,126,547	(95)	114,969	5,423,031
Total Operating Income	15,864,917	8,815,216	80	2,643,474	2,031,365	11,549,041	14,938,450	(23)	3,226,236	8,088,127
Impairment charges for loans and other losses										
Individual Impairment	845,293	(8,942)	(9,553)	720,451	(81,085)	845,293	(8,942)	(9,553)	741,143	(81,085)
Collective Impairment	415,472	66,554	524	293,515	44,407	415,472	66,554	524	293,515	44,407
Others	(22,563)	48,500	(147)	(1,871)	48,500	(2)	(6,233)	(100)	20,690	(6,233)
	1,238,202	106,112	1,067	1,012,095	11,822	1,260,763	51,379	2,354	1,055,348	(42,911)
Net operating income	14,626,714	8,709,104	68	1,631,379	2,019,543	10,288,277	14,887,071	(31)	2,170,888	8,131,038
Operating Expenses										
Personnel Expenses	2,389,144	2,172,740	10	501,798	546,788	2,660,281	2,333,325	14	587,763	567,019
Depreciation and amortisation	302,301	264,620	14	78,269	50,598	385,268	300,947	28	133,223	83,134
Other Expenses	2,252,759	1,664,833	35	750,540	450,905	2,519,571	1,861,926	35	803,795	482,355
Total operating expenses	4,944,203	4,102,193	21	1,330,606	1,048,292	5,565,120	4,496,198	24	1,524,781	1,132,508
Operating Profit Before Value Added Tax (VAT)	9,682,511	4,606,911	110	300,772	971,252	4,723,158	10,390,873	(55)	646,107	6,998,530
Value Added Tax (VAT) of Financial Services	(910,500)	(622,286)	46	(83,065)	(96,071)	(910,500)	(622,287)	46	(83,065)	(96,072)
Operating Profit After Value Added Tax (VAT)	8,772,011	3,984,625	120	217,707	875,181	3,812,658	9,768,586	(61)	563,042	6,902,458
Share of associate companies' profit	8,772,011	3,984,625	120	217,707	875,181	3,812,658	9,768,586	(61)	563,042	6,902,458
Profit Before Taxation	8,772,011	3,984,625	120	217,707	875,181	3,812,658	9,768,586	(61)	563,042	6,902,458
Taxation	(1,048,776)	(1,060,667)	(1)	(48,711)	(250,230)	(1,048,776)	(1,060,667)	(1)	(48,711)	(250,230)
Profit for the period	7,723,235	2,923,957	164	168,997	624,951	2,712,230	8,931,939	(70)	500,133	6,892,868
Profit Attributable to:										
Equity Holders of the parent	7,723,235	2,923,957	164	168,997	624,951	2,712,230	8,931,939	(70)	500,133	6,892,868
Non-controlling Interests	-	-	-	-	-	-	-	-	-	-
Basic Earnings per share (LKR)	46.96	17.81	164	1.03	3.81	16.48	55.31	(70)	2.70	41.75
Diluted Earnings per share (LKR)	46.95	17.80	164	1.03	3.81	16.48	55.31	(70)	2.70	41.75

STATEMENT OF COMPREHENSIVE INCOME

	BANK				GROUP					
	Year ended 31/12/2013 LKR '000	Year ended 31/12/2012 LKR '000	Change %	Quarter ended 31/12/2013 LKR '000	Quarter ended 31/12/2012 LKR '000	Year ended 31/12/2013 LKR '000	Year ended 31/12/2012 LKR '000	Change %	Quarter ended 31/12/2013 LKR '000	Quarter ended 31/12/2012 LKR '000
Profit for the period	7,723,235	2,923,957	164	168,997	624,951	2,712,230	8,931,939	(70)	500,133	6,892,868
Exchange gain from valuation of foreign associates and subsidiaries	-	-	-	-	-	(11,158)	21,784	(151)	(9,930)	(1,560)
Gains/losses from Available for Sale Investments	148,151	-	100	148,151	-	209,186	-	100	209,186	-
Provisions made for terminal benefits	(35,443)	-	(100)	(35,443)	-	(35,443)	-	(100)	(35,443)	-
Total Other Comprehensive Income/(expenses)	112,708	-	100	112,708	-	162,585	21,784	646	163,813	(1,560)
Less Income Tax on Other Comprehensive Income	(38,110)	-	(100)	(38,110)	-	(55,200)	-	(100)	(55,200)	-
Total Other Comprehensive Income after Tax	74,598	-	100	74,598	-	107,385	21,784	393	108,613	(1,560)
Total Comprehensive Income for the period	7,797,833	2,923,957	167	243,595	624,951	2,819,615	8,953,723	167	608,747	6,891,307
Attributable to:										
Equity holders of the parent	7,797,833	2,923,957	167	243,595	624,951	2,819,615	8,953,723	167	608,747	6,891,307
Non-controlling Interests	-	-	-	-	-	-	-	-	-	-

SELECTED PERFORMANCE INDICATORS (As per regulatory Reporting)

	BANK		GROUP	
	As at 31/12/2013	As at 31/12/2012	As at 31/12/2013	As at 31/12/2012
Regulated Capital Adequacy				
Core Capital (Tier 1 Capital) (LKR m)	18,350	13,454	24,736	25,302
Total Capital Base (LKR m)	27,220	14,955	34,343	27,929
Core Capital adequacy Ratio - Core Capital as a % of Risk-weighted Assets (Minimum Requirement, 5%)	12.05	11.16	15.15	18.76
Total Capital Adequacy Ratio - Total Capital as a % of (Tier 1 & 2 (%)) Risk-weighted Assets (Minimum Requirement, 10%)	17.87	12.41	21.04	20.71
Asset Quality				
Gross Non-performing Advances Ratio (%)	2.48	1.31	2.48	1.31
Net Non-performing Advances Ratio (%)	1.21	0.50	1.21	0.50
Profitability				
Earnings Per Share (LKR)-annualised	46.96	17.81	16.48	55.31
Return on Average Shareholders' Funds (%)	44.69	21.17	10.70	42.17
Return on Average Assets (%)	4.24	1.94	1.39	5.62
Net interest margin (%)	3.74	3.74	3.68	3.72
Debt Security - Related Ratios				
Interest Cover (Times)	1.49	1.50	1.51	1.52
Debt to Equity (Times)	9.00	9.54	7.18	5.87
Regulatory Liquidity				
Statutory liquid assets-LKR m	42,407	31,971	42,407	31,971
Statutory liquid assets ratio (%)	26.22	22.02	26.22	22.02
Domestic Banking Unit	26.06	24.92	26.06	24.92
Foreign Currency Banking Unit	-	-	-	-

DIRECTORS INTEREST IN SHARES OF NDB AS AT 31.12.2013

NAME	NO. OF SHARES
S WIJESINHA	880
A K PATHIRAGE	2,970,000
R THEAGARAJAH (CEO)	126
T L F JAYASEKARA	-
K FERNANDO	-
H A SIRIWARDENA	-
D S P WIKRAMANAYAKE	-
G D C EKANAYAKE	-
S RAJAPAKSE	-
I SUGATHADASA	-

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	BANK			GROUP		
	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 (Audited) LKR '000	Change %	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 (Audited) LKR '000	Change %
Assets						
Cash and cash equivalents	2,611,075	3,480,395	(25)	2,668,262	3,634,983	(27)
Balances with Central Bank	5,339,000	6,074,792	(12)	5,339,000	6,074,792	(12)
Placements with banks	130,751	3,559,354	(96)	130,751	3,559,354	(96)
Derivative Financial Instruments	1,149,541	1,706,372	(33)	1,149,541	1,706,372	(33)
Other Financial Assets Held for trading	10,720,689	982,967	991	14,194,141	11,394,625	25
Loans and Receivables to banks	641,628	1,183,343	(46)	641,628	1,183,343	(46)
Loans and Receivables to other customer	136,821,530	115,992,360	18	136,881,713	116,039,035	18
Financial Investments - Loans and receivable	15,837,455	6,446,031	146	16,791,701	7,088,893	137
Financial Investments - Available for sale	5,982,450	66,714	8,867	6,167,450	173,541	3,454
Financial Investments - Held to maturity	17,602,249	19,257,271	(9)	18,460,591	19,223,228	(4)
Investments in subsidiary companies	2,037,585	2,641,178	(23)	-	-	-
Investments in associate companies	61,968	18,525	-	76,744	33,301	130
Investment Property	-	-	-	1,383,693	1,295,693	7
Intangible assets	260,425	272,314	(4)	296,679	318,723	(7)
Property, plant & equipment	872,890	856,195	2	1,182,991	1,222,500	-
Other assets	1,189,391	936,485	27	1,447,380	1,154,687	25
Total assets	201,258,628	163,474,296	23	206,812,264	174,103,071	19
Liabilities						
Due to Banks	10,453,085	2,319,984	351	10,453,085	2,319,984	351
Derivative Financial Instruments	817,310	1,736,838	(53)	817,310	1,736,838	(53)
Due to other Customers	129,830,029	107,600,583	21	129,421,813	107,393,866	21
Debt Securities issued and other borrowed funds	24,420,818	30,357,824	(20)	24,390,819	30,317,899	(20)
Current Tax Liabilities	266,127	566,211	(59)	296,585	633,838	(53)
Deferred Tax	312,433	79,874	291	323,206	79,120	309
Other liabilities	3,815,020	3,276,861	16	4,024,462	3,408,354	18
Dividends payable	40,656	249,021	(84)	40,656	249,021	(84)
Subordinated Term debts	11,682,675	2,254,699	418	11,682,675	2,254,699	418
Total liabilities	181,638,152	148,531,895	22	181,450,610	148,393,619	22
Equity						
Stated Capital (164,693,034 shares)	1,172,903	1,093,095	7	943,745	863,937	9
Statutory reserve fund	958,527	878,718	9	958,527	878,718	9
Investment Fund	1,706,752	924,333	85	1,706,752	924,333	85
Share based payment reserve	22,367	-	100	22,367	-	100
Revenue reserves	15,759,928	12,046,255	31	20,882,418	22,216,053	(6)
Total shareholders' equity	19,620,476	14,942,401	31	24,513,808	24,883,041	(1)
Non-controlling Interests	-	-	-	847,846	826,411	3
Total Equity	19,620,476	14,942,401	31	25,361,654	25,709,452	(1)
Total liabilities and equity	201,258,628	163,474,296	23	206,812,264	174,103,071	

8. ADDITIONAL QUARTERLY DISCLOSURES PRESCRIBED AS CIRCULAR DATED 11TH OCTOBER 2013

	Bank		Group	
	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000
a) Loans and Receivables to Other Customers				
Gross loans and receivables	141,009,004	118,915,483	141,069,186	118,962,158
(Less): Individual impairment	1,828,064	979,186	1,828,064	979,186
Collective impairment	2,359,410	1,943,937	2,359,410	1,943,937
Net loans and receivables	136,821,530	115,992,360	136,881,713	116,039,035

	Bank		Group	
	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000
b) Gross Loans and Receivables to Other Customers - By product				
By product-Domestic Currency				
Term loans	25,231,706	21,235,305	25,231,706	21,235,305
Medium and short term loans	23,685,064	14,255,371	23,685,064	14,255,371
Overdrafts	17,502,248	17,596,248	17,562,430	17,596,248
Trade Finance	10,460,581	10,546,855	10,460,581	10,546,855
Consumer loans	14,620,469	11,341,512	14,620,469	11,341,512
Lease rentals receivable	8,428,409	6,439,571	8,428,409	6,439,571
Housing loans	4,764,297	4,972,040	4,764,297	4,972,040
Pawning	2,232,748	4,011,458	2,232,748	4,011,458
Staff loans	928,451	783,735	928,451	830,410
Sub total	107,853,975	91,182,095	107,914,157	91,228,770
By product-Foreign Currency				
Overdrafts	957,613	1,038,504	957,613	1,038,504
Medium and short term loans	9,881,566	6,070,239	9,881,566	6,070,239
Trade Finance	22,315,850	20,624,645	22,315,850	20,624,645
Sub total	33,155,030	27,733,388	33,155,030	27,733,388
	141,009,004	118,915,483	141,069,186	118,962,158

c) Movements in individual and collective impairment during the period for loans and Receivables to Other Customers

Individual impairment
Opening balance at 01st January
Charge/(Write back) to Income Statement
Write-off during the year
Other movements
Closing balance at 31st December

Collective impairment
Opening balance at 01st January
Charge/(Write back) to Income Statement
Write-off during the year
Closing balance at 31st December
Total impairment

d) Due to Other Customers - By product

By product-Domestic Currency

Demand deposits
Savings deposits
Fixed deposits
Other deposits
Sub total

By product- Foreign Currency

Demand deposits
Savings deposits
Fixed deposits
Other deposits
Sub total
Total

	Bank		Group	
	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000
Individual impairment	979,186	987,053	979,186	987,053
Charge/(Write back) to Income Statement	845,293	(8,941)	845,293	(8,941)
Write-off during the year	(331,056)	(66,770)	(331,056)	(66,770)
Other movements	334,641	67,844	334,641	67,844
Closing balance at 31st December	1,828,064	979,186	1,828,064	979,186
Collective impairment	1,943,938	1,877,384	1,943,938	1,877,384
Charge/(Write back) to Income Statement	415,472	66,554	415,472	66,554
Write-off during the year	-	-	-	-
Closing balance at 31st December	2,359,410	1,943,938	2,359,410	1,943,938
Total impairment	4,187,474	2,923,124	4,187,474	2,923,124

	Bank		Group	
	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000	Current Period As at 31/12/2013 LKR '000	Previous Period As at 31/12/2012 LKR '000
By product-Domestic Currency	9,081,419	6,210,907	9,081,419	6,210,907
Demand deposits	14,419,607	10,726,146	14,419,607	10,726,146
Savings deposits	76,149,197	62,295,759	75,740,981	62,089,042
Fixed deposits	479,220	119,430	479,220	119,430
Other deposits	100,129,443	79,352,241	99,721,227	79,145,524
By product- Foreign Currency	2,018,186	1,531,239	2,018,186	1,531,239
Demand deposits	6,317,688	7,297,015	6,317,688	7,297,015
Savings deposits	21,308,274	19,352,270	21,308,274	19,352,270
Fixed deposits	56,438	67,818	56,439	67,818
Other deposits	29,700,586	28,248,342	29,700,587	28,248,342
Sub total	129,830,029	107,600,583	129,421,814	107,393,866

CASH FLOW STATEMENT

For the year ended 31 December

	BANK		GROUP	
	2013 LKR '000	2012 LKR '000	2013 LKR '000	2012 LKR '000
CASH FLOWS FROM OPERATING ACTIVITIES				
Interest received	20,603,610	16,317,018	20,841,634	16,568,884
Fee based income received	1,623,266	2,387,630	1,982,017	2,538,084
Dividend income received	718,461	126,648	45,116	162,855
Other income received	1,449,324	312,746	1,672,511	651,633
Interest paid	(13,791,503)	(9,918,252)	(13,791,743)	(9,917,401)
Personnel costs paid	(2,469,540)	(876,337)	(2,714,920)	(1,031,225)
General expenses paid	(2,040,890)	(2,721,155)	(2,057,470)	(2,910,189)
Operating Profit before changes in operating assets and liabilities	6,092,727	5,628,298	5,977,146	6,062,641
Net increase in loans and advances	(21,548,181)	(17,298,517)	(21,548,181)	(17,298,517)
Net Increase in Deposits from customers	22,229,446	24,739,780	22,229,446	24,739,780
Net (increase)/decrease in other receivables	406,098	341,993	409,519	339,356
Net increase/(decrease) in other liabilities	(616,510)	63,941	(585,422)	(41,962)
Net cash inflow/(outflow) from operating activities before taxation	6,563,581	13,475,495	6,482,508	13,801,298
Financial Services VAT paid	(806,647)	(569,106)	(806,647)	(569,106)
Income taxes paid	(1,244,412)	(671,119)	(1,293,080)	(832,895)
Net cash provided by/(used in) operating activities	4,512,522	12,235,270	4,382,781	12,399,297
CASH FLOWS FROM INVESTING ACTIVITIES				
Net changes in financial Investments	(23,389,900)	(1,871,575)	(17,292,330)	(8,684,891)
Disposal of subsidiaries/associates	5,954,774	884,951	(13,016)	7,654,287
Expenditure on property & equipment	(308,681)	(295,273)	(309,257)	(325,078)
Proceeds from sale of property & equipment	3,982	22,111	3,982	23,278
Net cash used in investing activities	(17,739,826)	(1,259,786)	(17,610,621)	(1,332,404)
CASH FLOWS FROM FINANCING ACTIVITIES				
Net proceeds from issue of subordinated debts	9,488,350	(184,950)	9,488,350	(184,950)
Interest paid on subordinated debts	(282,446)	(262,728)	(282,446)	(262,728)
(Decrease)/Increase in other borrowings	2,418,165	(3,777,544)	2,418,165	(3,777,544)
Dividends paid to non controlling interests	-	-	(96,867)	(60,509)
Dividends paid to shareholders of the parent Company	(3,430,480)	(1,162,876)	(3,430,480)	(1,162,876)
Net cash provided by/(used in) financing activities	8,193,589	(5,388,098)	8,096,722	(5,448,607)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(5,033,715)	5,587,386	(5,131,118)	5,618,286
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	13,114,541	7,527,155	13,269,131	7,650,843
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	8,080,826	13,114,541	8,138,013	13,269,129
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Cash in hand	2,611,075	3,480,395	2,668,262	3,634,983
Balances with Central Bank	5,339,000	6,074,792	5,339,000	6,074,792
Dues from banks and other financial institutions	130,751	3,559,354	130,751	3,559,354
	8,080,826	13,114,541	8,138,013	13,269,129

TOP 20 LARGEST SHAREHOLDERS OF NATIONAL DEVELOPMENT BANK PLC AS AT 31.12.2013

Name	No. of Shares	%
1. BANK OF CEYLON NO. 1 ACCOUNT	16,371,076	9.94
2. EMPLOYEES PROVIDENT FUND	16,010,248	9.72
3. SRI LANKA INSURANCE CORPORATION LIMITED - GENERAL FUND	9,388,488	5.70
4. DR. S VADDEHIGE	8,669,000	5.26
5. HSBC INTL NOM LTD - SNFE-NTASIAN DISCOVERY MASTER FUND	8,432,154	5.12
6. SRI LANKA INSURANCE CORPORATION LIMITED - LIFE FUND	7,805,426	4.74
7. HSBC INTL NOM LTD-BPSS LUX-ABERDEEN GLOBAL ASIA PACIFIC EQUITY FUND	5,715,450	3.47
8. EMPLOYEES' TRUST FUND BOARD	5,303,700	3.22
9. HSBC INTERNATIONAL NOMINEES LIMITED-MSNY-BAY POND PARTNERS L.P.	4,501,200	2.73
10. HSBC INTL NOM LTD - BPSS LDN-ABERDEEN ASIA PACIFIC FUND	4,294,800	2.61
11. HATTON NATIONAL BANK PLC A/C NO. 1	4,282,200	2.60
12. NDB-ESOP	4,133,726	2.51
13. ASIAN ALLIANCE INSURANCE PLC - ACCOUNT NUMBER 03/ LIFE SHAREHOLDERS FUND	3,450,977	2.10
14. BNY-CF RUFFER INVESTMENT FUNDS: CF RUFFER PACIFIC FUND	3,000,000	1.82
15. MR. A K PATHIRAGE	2,970,000	1.80
16. ASIAN ALLIANCE INSURANCE PLC - GENERAL FUND ACCOUNT NUMBER 01	2,540,977	1.54
17. ASIRI HOSPITAL HOLDINGS PLC	2,411,583	1.46
18. ASIAN ALLIANCE INSURANCE PLC - LIFE FUND	2,159,746	1.31
19. HSBC INTERNATIONAL NOMINEES LIMITED-MSNY-BAY POND INVESTORS (BERMUDA) LP	2,045,200	1.24
20. UNITED MOTORS LANKA PLC	2,000,000	1.21

PUBLIC HOLDING AS AT 31.12.2013 - 75.62%

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 DECEMBER 2013 BANK (LKR '000)

	Held for Trading	Designated at FVTPL	Held to Maturity	Loans and Receivables	Available for Sale	Others	Total
ASSETS							
Cash and cash equivalents	-	-	-	2,611,075	-	-	2,611,075
Balances with Central Bank	-	-	-	5,339,000	-	-	5,339,000
Placements with banks	-	-	-	130,751	-	-	130,751
Derivative Financial Instruments	1,149,541	-	-	-	-	-	1,149,541
Other Financial Assets Held for trading	10,720,689	-	-	-	-	-	10,720,689
Loans and Receivables to banks	-	-	-	641,628	-	-	641,628
Loans and Receivables to other customer	-	-	-	136,821,530	-	-	136,821,530
Financial Investments - Loans and receivable	-	-	-	15,837,455	-	-	15,837,455
Financial Investments - Available for sale	-	-	-	-	5,982,450	-	5,982,450
Financial Investments - Held to maturity	-	-	17,602,249	-	-	-	17,602,249
Total Financial Assets	11,870,230	-	17,602,249	161,381,439	5,982,450	-	196,836,368
Investments in subsidiary companies	-	-	-	-	-	2,037,585	2,037,585
Investments in associate companies	-	-	-	-	-	61,968	61,968
Investment Property	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	260,425	260,425
Property, plant & equipment	-	-	-	-	-	872,890	872,890
Other assets	-	-	-	-	-	1,189,391	1,189,391
Total Assets	11,870,230	-	17,602,249	161,381,439	5,982,450	4,422,259	201,258,628
LIABILITIES							
Due to Banks	-	-	-	-	10,453,085	-	10,453,085
Derivative Financial Instruments	817,310	-	-	-	-	-	817,310
Due to other Customers	-	-	-	-	129,830,029	-	129,830,029
Debt Securities issued and other borrowed funds	-	-	-	-	24,420,818	-	24,420,818
Subordinated Term debts	-	-	-	-	11,682,675	-	11,682,675
Total Financial Liabilities	817,310	-	-	-	176,386,607	-	177,203,917
Current Tax Liabilities	-	-	-	-	-	266,127	266,127
Deferred Tax	-	-	-	-	-	312,433	312,433
Other liabilities	-	-	-	-	-	3,815,020	3,815,020
Dividends payable	-	-	-	-	-	40,656	40,656
Total Liabilities	817,310	-	-	-	176,386,607	4,434,235	181,638,153

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 DECEMBER 2012 BANK (LKR '000)

	Held for Trading	Designated at FVTPL	Held to Maturity	Loans and Receivables	Available for Sale	Others	Total
ASSETS							
Cash and cash equivalents	-	-	-	3,480,395	-	-	3,480,395
Balances with Central Bank	-	-	-	6,074,792	-	-	6,074,792
Placements with banks	-	-	-	3,559,354	-	-	3,559,354
Derivative Financial Instruments	1,706,3						

Financial Statements

For the year ended 31 December, 2013

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 DECEMBER 2013 GROUP (LKR '000)

	Held for Trading	Designated at FVTPL	Held to Maturity	Loans and Receivables	Available for Sale	Others	Total
ASSETS							
Cash and cash equivalents	-	-	-	2,668,262	-	-	2,668,262
Balances with Central Bank	-	-	-	5,339,000	-	-	5,339,000
Placements with banks	-	-	-	130,751	-	-	130,751
Derivative Financial Instruments	1,149,541	-	-	-	-	-	1,149,541
Other Financial Assets Held for trading	14,194,141	-	-	-	-	-	14,194,141
Loans and Receivables to banks	-	-	-	641,628	-	-	641,628
Loans and Receivables to other customer	-	-	-	136,881,713	-	-	136,881,713
Financial Investments - Loans and receivable	-	-	-	16,791,701	-	-	16,791,701
Financial Investments - Available for sale	-	-	-	-	6,167,450	-	6,167,450
Financial Investments - Held to maturity	-	-	18,460,591	-	-	-	18,460,591
Total Financial Assets	15,343,682	-	18,460,591	162,453,055	6,167,450	-	202,424,777
Investments in subsidiary companies	-	-	-	-	-	-	-
Investments in associate companies	-	-	-	-	-	76,744	76,744
Investment Property	-	-	-	-	-	1,383,693	1,383,693
Intangible assets	-	-	-	-	-	296,679	296,679
Property, plant & equipment	-	-	-	-	-	1,182,991	1,182,991
Other assets	-	-	-	-	-	1,447,380	1,447,380
Total Assets	15,343,682	-	18,460,591	162,453,055	6,167,450	4,387,487	206,812,264

	Held for Trading	Amortised Cost	Others	Total
LIABILITIES				
Due to Banks	-	10,453,085	-	10,453,085
Derivative Financial Instruments	817,310	-	-	817,310
Due to other Customers	-	129,421,813	-	129,421,813
Debt Securities issued and other borrowed funds	-	24,390,819	-	24,390,819
Subordinated Term debts	-	11,682,675	-	11,682,675
Total Financial Liabilities	817,310	175,948,392	-	176,765,702
Current Tax Liabilities	-	-	296,585	296,585
Deferred Tax	-	-	323,206	323,206
Other liabilities	-	-	4,024,462	4,024,462
Dividends payable	-	-	40,656	40,656
Total Liabilities	817,310	175,948,392	4,684,909	181,450,610

MEASUREMENT OF FINANCIAL INSTRUMENTS AS AT 31 DECEMBER 2012 GROUP (LKR '000)

	Held for Trading	Designated at FVTPL	Held to Maturity	Loans and Receivables	Available for Sale	Others	Total
ASSETS							
Cash and cash equivalents	-	-	-	3,634,983	-	-	3,634,983
Balances with Central Bank	-	-	-	6,074,792	-	-	6,074,792
Placements with banks	-	-	-	3,559,354	-	-	3,559,354
Derivative Financial Instruments	1,706,372	-	-	-	-	-	1,706,372
Other Financial Assets Held for trading	11,394,625	-	-	-	-	-	11,394,625
Loans and Receivables to banks	-	-	-	1,183,343	-	-	1,183,343
Loans and Receivables to other customer	-	-	-	116,039,035	-	-	116,039,035
Financial Investments - Loans and receivable	-	-	-	7,088,893	-	-	7,088,893
Financial Investments - Available for sale	-	-	-	-	173,541	-	173,541
Financial Investments - Held to maturity	-	-	19,223,228	-	-	-	19,223,228
Total Financial Assets	13,100,997	-	19,223,228	137,580,401	173,541	-	170,078,167
Investments in subsidiary companies	-	-	-	-	-	-	-
Investments in associate companies	-	-	-	-	-	33,301	33,301
Investment Property	-	-	-	-	-	1,295,693	1,295,693
Intangible assets	-	-	-	-	-	318,723	318,723
Property, plant & equipment	-	-	-	-	-	1,222,500	1,222,500
Other assets	-	-	-	-	-	1,154,687	1,154,687
Total Assets	13,100,997	-	19,223,228	137,580,401	173,541	4,024,904	174,103,072

	Held for Trading	Amortised Cost	Others	Total
LIABILITIES				
Due to Banks	-	2,319,984	-	2,319,984
Derivative Financial Instruments	1,736,838	-	-	1,736,838
Due to other Customers	-	107,393,866	-	107,393,866
Debt Securities issued and other borrowed funds	-	30,317,899	-	30,317,899
Subordinated Term debts	-	2,254,699	-	2,254,699
Total Financial Liabilities	1,736,838	142,286,448	-	144,023,286
Current Tax Liabilities	-	-	633,838	633,838
Deferred Tax	-	-	79,120	79,120
Other liabilities	-	-	3,408,354	3,408,354
Dividends payable	-	-	249,021	249,021
Total Liabilities	1,736,838	142,286,448	4,370,333	148,393,619

INFORMATION ON DEBENTURES - BANK

Type of Debenture	CSE Listing	Interest payable frequency	Balance as at 31 December 2013 LKR mn	Market Value			Coupon Rate %	Interest Rate Effective Annual Yield %	Interest rate of comparable Security %	Other ratios as at last trade	
				Highest LKR	Lowest LKR	Year end LKR				Int Yield %	YTM %
Fixed rate											
A - Dec 2013/Dec 2018	Listed	Semi-annually	1,242.70				13.00	13.42	9.78		Not traded during the period
B - Dec 2013/Dec 2018	Listed	Annually	1,528.89				13.40	13.40	9.78		Not traded during the period
C - Dec 2013/Dec 2023	Listed	Annually	3,637.98				13.90	13.90	11.00		Not traded during the period
D - Dec 2013/Dec 2025	Listed	Annually	3,590.43				14.00	14.00	11.39		Not traded during the period
Floating Rate											
2011- 2016 (3 month TB rate (gross)+1% p.a.)	Unlisted	Quarterly	400.00	-	-	-	11.43	11.93	7.78		
Total Debentures			10,400.00								

* Three months Treasury bill rate before deduction 10% with holding tax as published by the Central Bank of Sri Lanka has been used.