

## STATEMENT OF FINANCIAL POSITION

As at 31 December	Note	Page No.	BANK			GROUP		
			2016	2015	Change	2016	2015	Change
			LKR '000	LKR '000	%	LKR '000	LKR '000	%
<b>Assets</b>								
Cash and cash equivalents	19	317	5,018,438	11,821,503	(58)	5,139,389	11,848,575	(57)
Balances with the Central Bank of Sri Lanka	20	317	11,815,277	6,999,898	69	11,815,277	6,999,898	69
Placements with banks	21	317	3,297,262	1,153,619	186	3,297,262	1,153,619	186
Derivative financial instruments	22	318	1,544,621	1,903,573	(19)	1,544,621	1,903,573	(19)
Financial assets held-for-trading	23	321	832,694	2,985,262	(72)	3,661,530	5,229,493	(30)
Loans and receivables to banks	24	321	37,032	102,632	(64)	37,032	102,632	(64)
Loans and receivables to other customers	25	322	227,639,844	209,602,069	9	227,679,939	209,665,561	9
Financial investments – loans and receivables	26	328	41,992,533	35,830,311	17	43,896,593	37,368,705	17
Financial investments – available-for-sale	27	329	31,500,020	28,501,518	11	31,899,259	28,964,820	10
Financial investments – held-to-maturity	28	330	4,137,601	4,436,973	(7)	4,946,120	5,660,868	(13)
Investments held-for-sale	29	330	18,526	18,526	–	33,302	33,302	–
Investments in subsidiary companies	30	331	2,115,850	2,104,117	1	–	–	–
Investments in associate companies	31	332	–	–	–	–	–	–
Investment property	32	333	–	–	–	1,776,000	1,672,000	6
Intangible assets	33	334	368,083	240,234	53	384,742	274,746	40
Property, plant & equipment	34	335	2,078,570	2,030,005	2	2,528,258	2,454,883	3
Other assets	35	339	2,148,384	1,427,365	51	2,092,444	2,021,058	4
<b>Total assets</b>			<b>334,544,735</b>	<b>309,157,605</b>	<b>8</b>	<b>340,731,768</b>	<b>315,353,733</b>	<b>8</b>
<b>Liabilities</b>								
Due to banks	36	340	17,124,944	11,620,003	47	17,124,944	11,620,003	47
Derivative financial instruments	22	318	474,770	639,272	(26)	474,770	639,272	(26)
Due to other customers	37	341	203,866,547	184,933,230	10	203,515,828	184,152,280	11
Debt securities issued and other borrowed funds	38	342	59,233,264	60,527,844	(2)	59,233,264	60,497,844	(2)
Tax liabilities			845,660	486,503	74	852,454	524,020	63
Deferred tax liabilities	39	343	791,791	702,378	13	744,880	712,823	4
Employee benefit liabilities	40	345	331,211	252,825	31	394,666	297,152	33
Other liabilities	41	349	7,684,997	7,720,809	–	7,931,165	7,935,739	–
Subordinated term debts	42	351	19,446,501	19,573,883	(1)	19,446,501	19,573,883	(1)
<b>Total liabilities</b>			<b>309,799,685</b>	<b>286,456,747</b>	<b>8</b>	<b>309,718,472</b>	<b>285,953,016</b>	<b>8</b>
<b>Equity</b>								
Capital	43	352	1,246,479	1,242,772	–	1,246,479	1,162,963	7
Statutory reserve fund	44	353	1,246,479	1,242,772	–	1,246,479	1,242,772	–
Retained earnings	45	353	21,894,388	19,444,385	13	26,946,432	24,975,975	8
Other reserves	46	354	357,704	770,929	(54)	497,197	1,000,494	(50)
<b>Total equity to equity holders of the Bank</b>			<b>24,745,050</b>	<b>22,700,858</b>	<b>9</b>	<b>29,936,587</b>	<b>28,382,204</b>	<b>5</b>
Non-controlling interests	47	356	–	–	–	1,076,709	1,018,513	6
<b>Total equity</b>			<b>24,745,050</b>	<b>22,700,858</b>	<b>9</b>	<b>31,013,296</b>	<b>29,400,717</b>	<b>5</b>
<b>Total liabilities and total equity</b>			<b>334,544,735</b>	<b>309,157,605</b>	<b>8</b>	<b>340,731,768</b>	<b>315,353,733</b>	<b>8</b>
Commitments and contingencies	48	356	234,221,049	237,748,413	(1)	235,130,473	238,589,573	(1)
Net Asset Value per share (LKR)	49	358	149.80	137.44	9	181.23	172.35	5

We certify that these Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

Mrs. Suvendrini Muthukumarana  
Assistant Vice-President – Finance & Planning

Faizan Ozman  
Group Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. Approved and Signed for and on behalf of the Board,

A W Atukorala  
Director/Chairman

21 February 2017

P L D N Seneviratne  
Director/Chief Executive Officer

Mrs. Shehani Ranasinghe  
Company Secretary

The Notes to the Financial Statements disclosed from pages 296 to 400 form an integral part of these Financial Statements.