



Indian Bank

356, Galle Road, Colombo 03

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2021

INCOME STATEMENT	Bank-Sri Lankan Rupees Thousands		SELECTED PERFORMANCE INDICATORS		
	Current Period from 01.04.2020 to 31.03.2021 (Audited)	Previous Period from 01.04.2019 to 31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)	
Interest Income	3,453,188	3,327,535	Regulatory Capital Adequacy		
Interest Expenses	1,054,989	1,795,868	Common Equity Tier 1	9,961.63	8,239.97
Net Interest Income	2,398,199	1,531,667	Core (Tier 1) Capital	9,959.65	8,237.99
Fee and Commission Income	79,117	65,271	Total Capital Base	10,089.89	8,394.98
Fee and Commission Expenses	2,882	3,493	Regulatory Capital Ratios (%)		
Net fee and commission income	76,235	61,778	Common Equity Tier 1 Capital (%) (Minimum Requirement 7%)	36.08%	33.45%
Net gains/(losses) from trading	-	-	Tier 1 Capital ratio (%) (Minimum Requirement 8.5%)	36.07%	33.44%
Net fair value gains/(losses) on:	-	-	Total Capital Ratio (%) (Minimum Requirement 12.5%)	36.55%	34.07%
Financial assets at fair value through profit or loss	-	-	Leverage Ratio (Minimum Requirement 3%)	10.10%	10.49%
Financial liabilities at fair value through profit or loss	-	-	Regulatory Liquidity		
Net gains/(losses) on derecognition of financial assets:	-	-	Statutory Liquid Asset Rs.Mn		
at fair value through profit and loss	-	-	Domestic Banking Unit	7,825.82	4,436.72
at amortised cost	-	-	Off-Shore Banking Unit	55,473.50	44,029.56
at fair value through other comprehensive income	-	-	Statutory Liquid Asset Ratio % (Minimum requirement 20%)		
Net other operating income	31,248	12,383	Domestic Banking Unit	84.49%	58.30%
Total Operating Income	2,505,682	1,605,828	Off-Shore Banking Unit	97.51%	102.38%
Impairment Charges	299,150	270,029	Total Stock of High-Quality Liquid Assests	2,999.44	1,647.29
Net Operating Income	2,206,532	1,335,799	Liquidity Coverage ratio (%) (Minimum requirement 90%)		
Personnel Expenses	67,734	82,602	Rupee (%)	2781.00%	152.00%
Depreciation and amortization expenses	9,388	4,745	All Currency (%)	331.20%	222.00%
Other expenses	146,295	209,404	Net Stable Funding Ratio (%) - (Minimum requirement 90%)	123%	122.40%
Operating profit/(loss)before value added (VAT) and Nation Building Tax (NBT)on financial services	1,983,115	1,039,048	Assets Quality (Quality of Loan Portfolio)		
Value Added Tax (VAT) and Nation Building Tax (NBT) on Financial services	180,107	190,339	Gross Non-Performing Advances % (net of interest in suspense)	9.38%	13.61%
Operating profit / (loss) after VAT & NBT	1,803,008	848,709	Net-Non Performing Advances % (net of interest in suspense and Provision)	0.43%	3.33%
Profit / (loss) before tax	1,803,008	848,709	Profitability		
Income Tax expenses	(5,452)	361,256	Interest Margin (%)	3.50%	2.64%
Profit/(loss) for the period	1,808,460	487,454	Return on Assets (Before Tax) (%)	2.46%	2.31%
			Return on Equity (%)	16.03%	8.30%

Statement of changes In Equity - Bank									
In Sri Lanka Rupees Thousands	Stated capital/Assigned capital			Reserves					Total
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital	Statutory Reserve fund	OCI Reserve	Fair value reserve	Retained earnings	Other Reserve	
Balance as at 01.04.2020 (Opening balance)			1,740,882	340,719	1,484,732	5,562	5,848,234		9,420,128
Total comprehensive income for the year							1,808,460		1,808,460
Profit/(loss) for the year							(346)		352,321
Other comprehensive income (net of tax)					352,791	(124)	1,808,114		2,160,781
Total comprehensive income for the year					352,791	(124)			
Transactions with equity holders, recognised directly in equity									
Share issue/increase of assigned capital									
Share options exercised									
Bonus issue									
Rights issue									
Transfers to reserves during the period				89,924			(89,924)		-
Dividends to equity holders									
Profit transferred to head office									
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)									
Others									
Total transactions with equity holders									
Balance as at 31.03.2021 (Closing balance)			1,740,882	430,643	1,837,523	5,438	7,566,424		11,580,909

ST ATEMENT OF COMPREHENSIVE INCOME	Bank-Sri Lankan Rupees Thousands		CASH FLOW ST ATEMENT		
	Current Period from 01.04.2020 to 31.03.2021 (Audited)	Previous Period from 01.04.2019 to 31.03.2020 (Audited)	Current Period 31.03.2021 (Audited)	Previous Period 31.03.2020 (Audited)	
Profit / (loss) for the period	1,808,460	487,453	Cash flows from operating activities		
Items that will be reclassified to Income Statement			Profit before tax	1,803,008	848,709
Exchange differences on translation of foreign operations	352,791	484,564	Adjustments for:		
Net gains/(losses) on cash flow hedges			Non-cash items included in the profit before tax	254,060	497,961
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	(124)	(1,119)	Changes in operating assets	(6,031,092)	1,204,430
Less: Tax expense relating to items that will be reclassified to profit or loss			Changes in operating liabilities	(486,556)	17,371,816
Items that will not be reclassified to Income Statement			Dividend income	(1,908)	(1,148)
Change in fair value on investments in equity instruments			DT/It	-	-
designated at fair value through other comprehensive income			Tax paid	(23,889)	(280,908)
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			VAT paid	(160,957)	(192,961)
Remeasurement of post-employment benefit obligations	(455)	2,567	NBT paid		(16,145)
Changes in revaluation surplus			Operating lease rental paid	(5,623)	
Less: Tax expense relating to items that will not be reclassified to Income Statement	109	(719)	Gratuity paid	(3,304)	(8,399)
Other comprehensive income for the period net of taxes	352,320	485,293	Net cash generated from operating activities	(4,656,261)	19,423,354
Total comprehensive income for the period	2,160,780	9,72,746	Cash flows from investing activities		
Attributable to:			Purchase of property, plant and equipment	(3,537)	(2,566)
Non-controlling interests			Sales of property, plant and equipment	2,285	12
			Net investment in financial assets at amortized cost	4,727,688	(8,235,774)
			Net investment in fair value through OCI assets	(1,000)	
			Net investment in other financial assets	(1,152,962)	(343,226)
			Dividends received	1,908	1,148
			Net cash used in investing activities	3,574,382	(8,580,406)
			Cash flows from financing activities		
			Assigned capital received from head office	-	-
			Net cash generated from financing activities	-	-
			Net increase / (decrease) in cash and cash equivalents	(1,081,879)	10,842,949
			Cash and cash equivalents at the beginning of the year	40,115,381	29,272,433
			Cash and cash equivalents at the end of the year	39,033,502	40,115,382

STATEMENT OF FINANCIAL POSITION	Bank-Sri Lankan Rupees Thousands	
	Current Period 31.03.2021 (Audited)	Previous Period 31.03.2020 (Audited)
Assets		
Cash and cash equivalents	934,728	458,316
Balances with central banks of Sri Lanka	51,612	85,027
Placements with banks	38,075,223	39,649,289
Derivative financial instruments	67,100	41,903
Financial assets recognized through profit or loss	-	-
Measured at fair value	-	-
designated at fair value	-	-
Financial assets at amortised cost	-	-
Loans and advances	18,563,091	12,456,555
Other instruments	11,559,308	16,261,187
Financial assets measured at fair value through other comprehensive income	10,443	9,568
Investment in subsidiaries	-	-
Investment in associates and joint ventures	-	-
Property plant and equipment	16,473	19,928
Investment properties	-	-
Goodwill and intangible assets	-	-
Deferred tax assests	-	-
Other assets	92,898	13,509
Total Assets	69,370,876	68,995,281
Liabilities		
Due to banks	46,916,148	51,581,070
Derivative financial instruments	-	-
Financial liabilities recognized through profit or loss	-	-
Measured at fair value	-	-
designated at fair value	-	-
Financial liabilities at amortised cost	-	-
due to depositors	10,178,298	7,257,923
due to debt securities holders	-	-
due to other borrowers	-	-
Debt securities issued	-	-
Retirement benefit obligations	9,639	10,957
Current tax liabilities	153,635	182,960
Deferred tax liabilities	350	475
Other provisions	-	-
Other liabilities	531,897	541,769
Due to subsidiaries	-	-
Total Liabilities	57,789,967	59,575,153
Equity		
Stated capital/Assigned capital	1,740,882	1,740,882
Statutory reserve fund	430,643	340,719
OCI reserve	1,842,960	1,490,294
Retained earnings	7,566,424	5,848,233
Other reserves	-	-
Total Shareholders' equity	-	-
Non-controlling interest	-	-
Total Equity	11,580,909	9,420,128
Total Equity and Liabilities	69,370,876	68,995,281
Contingent liabilities and commitments	13,455,469	10,972,936
Memorandum Information		
Number of Employees	26	28
Number of Branches	2	2

CERTIFICATION:

We, the undersigned, being the Chief Executive Officer and Manager (Finance) of Indian bank certify jointly that:-

- a) the above statement 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 have been extracted from the unaudited financial statements of the Bank unless indicated as audited.

Sd
M. BASHEER AHAMED
CHIEF EXECUTIVE OFFICER
Date : 25-06-2021

Sd
MALSHA SENARATHNA
MANAGER (FINANCE)

SUMMARISED BALANCE SHEET	Global - Indian Rupees Thousands	
	Current Period as at 31/03/2021 (Audited)	Previous Period as at 31/03/2020 (Audited)
On-Balance Sheet Assets		
Cash in Hand	16,582,776	10,060,885
Balances with Central Bank of Sri Lanka/Other Central Banks	258,868,041	48,244,514
Due from Banks and Other Financial Institutions	265,147,954	80,941,441
Investments - Trading Account	478,740,723	336,482,457
Government Securities	356,315,896	238,966,291
Other Securities	122,424,827	97,516,166
Investments - Held-to-Maturity (Net of provisions made for decline in value of investments)	1,284,467,258	474,922,897
Government Securities	1,063,011,325	432,566,110
Other Securities	221,455,933	42,356,787
Less: Provision for decline in value of investments	-	-
Investments in Associates and Subsidiaries	2,161,681	1,011,525
Total Loans and Advances	3,903,169,562	2,058,897,302
Total Performing loans and Advances	3,518,616,099	1,917,388,903
Bills of Exchange	23,032,106	14,940,034
Overdrafts	1,933,423,775	1,000,993,513
Lease Rentals Receivable	-	-
Other Loans	1,562,160,218	901,455,356
Total Non-performing loans and Advances	384,553,463	141,508,399
Bills of Exchange	599,985	188,139
Overdrafts	219,932,810	30,788,195
Lease Rentals Receivable	-	-
Other Loans	164,020,668	110,532,065
Interest Receivables	-	-
Total Gross Loans and Advances	3,903,169,562	2,058,897,302
Less:		
Interest in Suspense	3,429,264	3,206,444
Specific Loan Loss Provisions	258,930,292	76,353,143
General Loan Loss Provisions	707,600	467,600
Net Loans and Advances	3,640,102,406	1,978,870,115
Other Assets	211,771,374	117,748,479
Intangible Assets	28,444,872	7,441,988
Investment properties	-	-
Fixed Assets (Net of accumulated depreciation)	73,763,114	38,957,442
Total on Balance Sheet Assets	6,260,050,199	3,094,681,743
On-Balance Sheet Liabilities		
Total Deposits	5,380,711,149	2,602,258,969
Demand Deposits	323,445,669	135,490,254
Savings Deposits	1,952,502,937	766,091,059
Time Deposits	3,104,762,543	1,700,677,656
Margin Deposits	-	-
Other Deposits	-	-
Total Borrowings	261,745,981	208,303,095
Borrowings from CBSL	-	-
Borrowings from Banks and Financial Institutions in Sri Lanka	-	-
Borrowings from Banks and Financial Institutions Abroad	40,133,832	28,814,377
Securities sold under repurchase agreements	-	-
Subordinated Term Debt	76,000,000	26,000,000
Other Borrowings	145,612,149	153,488,718
Deferred Taxation	-	-
Current Taxation	-	-
Other Liabilities	233,473,620	63,226,993
Total on Balance Sheet Liabilities	5,875,930,750	2,873,789,057
Minority Interest		
Equity Capital and Reserve	384,119,449	220,892,686
Share Capital/ Assigned Capital	11,293,666	6,088,006
Statutory Reserve Fund	86,497,551	46,941,981
Total Other Reserves	286,328,232	167,862,699
Total On-Balance Sheet Liabilities and Equity Capital and Reserve	6,260,050,199	3,094,681,743
On-Balance Sheet Items and Contra Accounts		
Contingencies		
Commitments and Contra Accounts	2,935,334,610	425,768,628
Memorandum Information		
Number of Employees	41,630	18,737
Number of Branches	6,007	2,821

SUMMARISED PROFIT AND LOSS ACCOUNT	Global-Indian Rupees Thousands	
	Current Period as at 31/03/2021 (Audited)	Previous Period as at 31/03/2020 (Audited)
Interest Income	391,057,865	214,049,692
Interest Income on Loans and Advances	274,546,311	159,330,414
Interest income on Other Interest Earning Assets	116,511,554	54,719,278
Less: Interest Expenses	234,398,390	137,985,531
Interest Expenses on Deposits	222,207,949	129,961,031
Interest Expense on Other Interest Bearing Liabilities	12,190,441	8,024,500
Net Interest Income	156,659,475	76,064,161
Non-Interest Income	62,149,257	33,676,701
Foreign Exchange Income	4,059,251	2,020,596
Other Income	58,090,006	31,656,105
Less: Non - Interest Expenses	104,852,247	44,760,451
Personnel Costs	47,756,973	19,488,067
Provision for Staff Retirement Benefits	16,025,408	5,259,162
Premises, Equipment and establishment Expenses	21,152,699	10,121,793
Loss on Trading / Investment Securities	1,356,719	552,058
Amortization of Intangible Assets	18,560,448	9,339,371
Other Operating Expenses	113,956,485	64,980,411
Operating Profit		
Less : provision for Bad and Doubtful Debts and loans Written Off	77,888,062	44,770,064
Provisions - General	4,677,104	951,944
Provisions - Specific	73,210,958	43,818,120
Recoveries (-)		
Loans Written Off		
Less : provision for Decline in Value of Investments (Net)	4,290,642	3,913,030
Operating Profit on Ordinary Activities Before Taxes	31,777,781	16,297,317
Less : Value Added Tax on Financial Services		
Operating Profit on Ordinary Activities Before Corporate Tax	31,777,781	16,297,317
Share of Subsidiaries / Associate Companies' profit		
Operating Profit Before Corporate Tax	31,777,781	16,297,317
Less: Tax on Profits on Ordinary Activities	(990,977)	6,193,684
Operating Profit for the Period	32,768,758	10,103,633
Other Provisions	2,721,981	2,570,051
Net Profit	30,046,777	7,533,582

SELECTED PERFORMANCE INDICATORS	Current Period As at 31/03/2021 (Audited)	Previous Period As at 31/03/2020 (Audited)
Regulatory Capital Adequacy		
Core Capital (Tier I Capital), Rs. Mn	337,580.99	201,427.30
Total Capital Base, Rs.Mn	424,740.58	235,318.70
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	11.18%	12.08%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	14.06%	14.12%
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio, % of (net of Interest in Suspense)	9.04%	6.87%
Net Non-Performing Advances Ratio, % (Net of interest in suspense and provisions)	2.35%	3.13%
Profitability		
Interest Margin, %	2.99%	2.87%
Return on Assets (before Tax), %	0.48%	0.47%
Return on Assets (After Tax), %	0.30%	0.26%
Return on Equity, %	6.20%	4.19%

Statement of changes In Equity	Equity Capital	
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