

INCOME STATEMENT

For the three months ended March 31	Bank			Group		
	2013	2012	Change	2013	2012	Change
	Rs'000	Rs'000	(%)	Rs'000	Rs'000	(%)
Interest Income	4,311,069	3,178,580	36	4,357,235	3,237,123	35
Interest Expense	(2,663,559)	(1,832,746)	45	(2,656,011)	(1,833,184)	45
Net Interest Income	1,647,510	1,345,834	22	1,701,224	1,403,938	21
Fees and Commission Income	553,899	474,232	17	585,865	502,389	17
Fees and Commission Expense	(48,330)	(35,978)	34	(48,337)	(35,976)	34
Net Fees and Commission Income	505,569	438,254	15	537,528	466,413	15
Net Trading Income	(84,301)	86,941	(197)	(79,964)	80,508	(199)
Other Operating Income	67,449	18,896	257	67,449	18,896	257
Total Operating Income	2,136,227	1,889,925	13	2,226,237	1,969,755	13
Impairment Charge/(Reversal) for Loans and Advances	85,913	166,538	(48)	84,325	165,656	(49)
Net Operating Income	2,050,314	1,723,386	19	2,141,912	1,804,099	19
Personnel Expenses	565,762	498,223	14	574,511	507,081	13
Depreciation of Property, Plant and Equipment	55,433	64,773	(14)	58,300	64,773	(10)
Amortization of Intangible Assets	30,000	26,464	13	30,682	26,464	16
Other Operating Expenses	625,730	477,102	31	624,135	481,140	30
Total Operating Expenses	1,276,924	1,066,562	20	1,287,628	1,079,458	19
Operating Profit before Value Added Tax (VAT)	773,390	656,824	18	854,284	724,641	18
Value Added Tax (VAT) on Financial Services	113,836	92,548	23	118,343	97,290	22
Profit before Income Tax	659,554	564,276	17	735,941	627,351	17
Income Tax Expense	213,254	174,001	23	234,008	191,661	22
Profit for the Year	446,300	390,275	14	501,933	435,690	15
Earnings Per Share						
Basic Earnings Per Share (Rs.)	1.94	1.69	14	2.18	1.89	15

STATEMENT OF COMPREHENSIVE INCOME

For the three months ended March 31	Bank			Group		
	2013	2012	Change	2013	2012	Change
	Rs'000	Rs'000	(%)	Rs'000	Rs'000	(%)
Profit for the period	446,300	390,275	14	501,933	435,690	15
Other Comprehensive Income	-	-	-	-	-	-
Total comprehensive Income for the period, Net of Tax	446,300	390,275	14	501,933	435,690	15
Attributable to:						
Equity holders of the parent	446,300	390,275	14	501,933	435,690	15

SELECTED PERFORMANCE INDICATORS

Item	BANK		GROUP	
	31.03.2013	31.12.2012 (Audited)	31.03.2013	31.12.2012 (Audited)
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. '000	8,677,845	9,162,118	9,601,484	10,085,759
Total Capital Base, Rs. '000	11,588,920	12,340,942	12,512,559	13,264,583
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	11.05%	12.81%	12.09%	13.82%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	14.76%	17.25%	15.75%	18.18%
Assets Quality (Quality of Loan Portfolio)				
Gross Non-Performing Advances Ratio, % (net of interest in suspense)	3.15%	2.86%	3.13%	2.82%
Net-Non Performing Advances, % (net of interest in suspense and provision)	1.81%	1.43%	1.80%	1.42%
Profitability				
Interest Margin, %	5.31%	4.97%	-	-
Return on Assets (before Tax), %	2.13%	2.28%	2.36%	2.46%
Return on Equity, %	19.53%	21.02%	19.87%	20.84%
Regulatory Liquidity				
Statutory Liquid Assets, Rs. '000	23,743,308	25,481,081	-	-
Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)	22.95%	25.91%	-	-
Domestic Banking Unit	31.82%	25.42%	-	-
Off-Shore Banking Unit	39.57%	39.73%	43.85%	43.78%
Net Assets Value Per Share (Rs.)				
	31.03.2013 (Quarter ended)	31.03.2012 (Quarter ended)		
Market Price Per Share (Rs.)				
Highest	65.00	64.60		
Lowest	56.00	51.50		
Last Traded Price	61.00	56.90		

SHAREHOLDER INFORMATION

Twenty largest Shareholders as at 31 March 2013

Name of the Shareholder	No. of Shares	%
John Keells Holdings PLC.	46,121,536	20.00
DFCC Bank A/C No 01	22,865,356	9.92
Mackinnons & Keells Financial Services Limited	22,830,159	9.90
Central Finance Company PLC A/C No 03	20,715,400	8.98
HSBC International Nominees Limited - Credit Suisse AG Zurich - Uma Kumar Sharma	18,974,954	8.23
CF Growth Fund Limited A/C No 01	14,813,273	6.42
CF Insurance Brokers (Pvt) Limited.	10,592,857	4.59
Mr. A.D. Gunewardene	5,671,164	2.46
Mr.M.F. Hashim	2,626,620	1.14
Employees Trust Fund Board	2,583,150	1.12
Renuka City Hotels PLC	1,858,775	0.81
Sri Lanka Insurance Corporation Limited-General Fund	1,658,529	0.72
HSBC International Nominees Limited - SSBT - Deutsche Bank AG Singapore A/C No 01	1,589,000	0.69
Bank of Ceylon - A/C No 02	1,546,100	0.67
Mr. S.K. Sharma	1,537,864	0.67
Mr. N.R. Somaia	1,320,624	0.57
Timex (Garments) Limited	1,238,465	0.54
Ms. L.A. Captain	1,149,584	0.50
Malship Ceylon Limited	1,063,857	0.46
Mr. D.J.M.Blackler	1,000,000	0.43
	181,757,267	78.82
Others	48,850,016	21.18
Total	230,607,283	100.00

Percentage of public shareholding as at 31st March 2013 was 79.85%

Directors' holding in shares as at 31st March 2013

Name of Director	No of Shares
Mr. K.N.J.Balendra	107,700
Mr. A.K. Gunaratne	19,432
Mrs. R.N. K. Fernando (Director / CEO)	68,700
Mr. C.H.S.K. Piyaratna	100,400
Mr. A.R. Rasiah	16,304
Dr. (Ms.) D. Weerakoon	-
Mr. M.E. Wickremesinghe	-
Mr. M. Jafferjee	-
Dr. (Mr.) Kemal De. Soysa	-
Mr. D.P. De Silva	-
Ms. N. S. Panditaratne	-
Mr.K.O.V.S.M.S. Wijesinghe	39,650

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. '000	Retained Earnings Rs. '000	Reserve Fund Rs. '000	Investment Fund Account* Rs. '000	Total Rs. '000
BANK					
Balance as at 01 January 2012	5,101,369	2,284,243	224,242	248,123	7,857,977
Dividend paid for 2011	-	(484,275)	-	-	(484,275)
Total Comprehensive Income	-	390,275	-	-	390,275
Transfers to the Investment Fund Account*	-	(70,003)	-	70,003	-
Transfers to the Reserve Fund	-	(89,421)	89,421	-	-
Balance as at 31 March 2012	5,101,369	2,030,819	313,663	318,126	7,763,977
Balance as at 01 January 2013	5,101,369	3,153,852	313,663	593,236	9,162,120
Dividend paid for 2012	-	(484,275)	-	-	(484,275)
Total Comprehensive Income	-	446,300	-	-	446,300
Transfers to the Investment Fund Account*	-	(86,436)	-	86,436	-
Balance as at 31 March 2013	5,101,369	3,029,441	313,663	679,672	9,124,144
	Stated Capital Rs. '000	Retained Earnings Rs. '000	Reserve Fund Rs. '000	Investment Fund Account* Rs. '000	Total Rs. '000
GROUP					
Balance as at 01 January 2012	5,101,369	3,034,047	224,242	268,761	8,628,419
Dividend paid for 2011	-	(484,275)	-	-	(484,275)
Total Comprehensive Income	-	435,690	-	-	435,690
Transfers to the Investment Fund Account*	-	(76,319)	-	76,319	-
Transfers to the Reserve Fund	-	(89,421)	89,421	-	-
Balance as at 31 March 2012	5,101,369	2,819,722	313,663	345,080	8,579,834
Balance as at 01 January 2013	5,101,369	4,044,303	313,663	635,925	10,095,260
Dividend paid for 2012	-	(484,275)	-	-	(484,275)
Total Comprehensive Income	-	501,933	-	-	501,933
Transfers to the Investment Fund Account*	-	(91,939)	-	91,939	-
Balance as at 31 March 2013	5,101,369	3,970,022	313,663	727,864	10,112,918

*Investment Fund Account is established and operated based on the Guidelines on the Operations of the Investment Fund Account issued by the Central Bank of Sri Lanka on April 29, 2011 with the concurrence of the Commissioner - General of Inland Revenue.

* Tax saving on the reduction of tax rates transferred to the Investment Fund as per the guidelines issued by the Department of Inland Revenue and Central Bank of Sri Lanka. Loans amounting to Rs 659 Mn. were granted under this scheme.

STATEMENT OF FINANCIAL POSITION

As at	BANK			GROUP		
	31-03-2013 Rs'000	31-12-2012 Rs'000 (Audited)	Change (%)	31-03-2013 Rs'000	31-12-2012 Rs'000 (Audited)	Change (%)
Assets						
Cash and Cash Equivalents	4,298,440	2,534,056	70	4,302,649	2,534,155	70
Balances with Central Bank of Sri Lanka	5,133,753	5,089,342	1	5,133,753	5,089,342	1
Placements with Banks	-	-	-	-	-	-
Derivative Financial Instruments	216,069	327,843	(34)	216,069	327,843	(34)
Reverse Repurchase Agreements	2,517,491	3,287,274	(23)	1,895,401	2,711,927	(30)
Other Financial Assets Held-for-Trading	22,425,822	20,253,158	11	23,305,321	21,087,926	11
Other Financial Assets	2,200,374	1,892,922	16	2,200,374	1,892,922	16
Financial Assets Designated at						
Fair Value through Profit or Loss	-	-	-	-	-	-
Loans & Receivables to Banks	-	-	-	-	-	-
Loans & Receivables to Other Customers	77,208,009	72,458,357	7	77,700,244	73,423,951	6
Financial Investments - Available-for-sale	-	-	-	-	-	-
Financial Investments - Held-to-Maturity	7,019,879	10,237,904	(31)	7,019,879	10,237,904	(31)
Investments in Subsidiaries	678,710	678,710	-	-	-	-
Investments in Associates and Joint Ventures	-	-	-	-	-	-
Property, Plant & Equipment	1,409,051	1,395,882	1	1,918,641	1,907,999	1
Investment Properties	-	-	-	-	-	-
Intangible Assets	633,877	625,186	1	650,467	642,457	1
Deferred Tax Assets	109,193	158,931	(31)	110,040	159,807	(31)
Other Assets	2,700,281	2,570,616	5	2,770,132	2,590,590	7
Total Assets	126,550,949	121,510,181	4	127,222,971	122,606,823	4
Liabilities						
Due to Banks	3,276,449	2,796,350	17	3,276,449	2,796,350	17
Derivative Financial Instruments	399,732	528,472	(24)	399,732	528,472	(24)
Other Financial liabilities Held-for-Trading	-	-	-	-	-	-
Financial Liabilities Designated at						
Fair Value through Profit or Loss	-	-	-	-	-	-
Repurchase Agreements	14,809,175	11,832,692	25	14,809,175	11,832,692	25
Due to Other Customers	87,174,314	86,597,514	1	86,737,592	86,189,996	1
Other Borrowings	319,581	308,622	4	319,581	811,278	(61)
Debt Securities Issued	500,281	501,041	-	500,281	501,041	-
Current Tax Liabilities	715,389	510,155	40	756,985	544,253	39
Deferred Tax Liabilities	326,596	439,812	(26)	326,596	439,962	(26)
Other Liabilities	4,968,387	3,811,943	30	5,046,762	3,846,059	31
Due to Subsidiaries	-	-	-	-	-	-
Subordinated Term Debts	4,936,899	5,021,460	(2)	4,936,899	5,021,460	(2)
Total Liabilities	117,426,805	112,348,061	5	117,110,053	112,511,563	4
Equity						
Stated Capital / Assigned Capital	5,101,369	5,101,369	-	5,101,369	5,101,369	-
Statutory Reserve Fund	313,663	313,663	-	313,663	313,663	-
Retained Earnings	3,029,441	3,153,882	(4)	3,970,022	4,044,303	(2)
Other Reserves	679,672	593,236	15	727,864	635,925	14
Total Shareholders' Equity	9,124,144	9,162,120	-	10,112,918	10,095,260	-
Total Equity and Liabilities	126,550,949	121,510,181	4	127,222,971	122,606,823	4
Contingent Liabilities and Commitments	80,762,732	84,914,559	(5)	80,762,732	86,238,642	(6)
Memorandum Information						
Number of Employees	2032	2002		2066	2037	
Number of Branches	58	57		58	57	
Number of Personal Banking Centers	7	7		7	7	
CERTIFICATION:						
I certify that these Financial Statements comply with the requirements of the Companies Act No: 7 of 2007.						
(Sgd.) Ajith Akmeemana Chief Financial Officer						
We, the undersigned being the Chairman, Director and Director/Chief Executive Officer of Nations Trust Bank PLC., certify jointly 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 the unaudited financial statements of the Bank and its Subsidiaries unless indicated as audited.						
(Sgd.) A. K. Gunaratne Chairman May-14- 2013 Colombo	(Sgd.) M. E. Wickremesinghe Director	(Sgd.) Renuka Fernando Director/Chief Executive Officer				

STATEMENT OF CASH FLOWS

	BANK		GROUP	
	2013 Rs'000	2012 Rs'000	2013 Rs'000	2012 Rs'000
For the three months ended 31st March				
Cash Flows from Operating Activities				
Receipts of Interest Income	4,304,114	3,237,806	4,350,281	3,308,631
Receipts of Fees and Commission Income	566,034	466,863	602,363	502,609
Payments of Interest Expense	(2,428,150)	(1,514,044)	(2,420,602)	(1,510,359)
Payments of Fees and Commission Expense	(48,330)	(35,978)	(46,982)	(35,978)
Net Trading Income	(80,990)	57,458	(80,990)	57,458
Receipts from Other Operating Income	67,070	18,355	67,070	10,726
Gratuity Payments Made	(10,496)	(1,713)	(10,496)	(1,712)
Payments for Operating Expenses	(1,285,392)	(1,012,550)	(1,298,296)	(1,033,554)
Net Cash Flow from Operating Activities before Income Tax (A)	1,083,860	1,216,197	1,162,347	1,297,821
Income Tax paid	(128)	(30,000)	(13,506)	(39,911)
Operating Profit before Changes in Operating Assets and Liabilities	1,083,732	1,186,197	1,148,841	1,257,910
(Increase)/Decrease in Operating Assets				
Reverse Repurchase Agreements	803,016	4,854,921	849,303	4,833,904
Derivative Financial Instruments	111,773	256,171	111,773	256,171
Financial Investments Held for Trading	(2,327,732)	(7,619,007)	(2,352,525)	(7,723,508)
Financial Investments-Held to Maturity	3,159,265	740,213	3,139,327	740,213
Other Financial Assets	(299,080)	(363,037)	(298,514)	(629,563)
Loans and Advances to Customers	(4,765,645)	(5,811,997)	(4,292,537)	(5,512,910)
Other Assets	(129,664)	(1,482,058)	(179,208)	(1,554,917)
(Increase)/Decrease in Operating Assets	(3,448,067)	(9,424,794)	(3,022,380)	(9,590,610)
Increase/(Decrease) in Operating Liabilities				
Repurchase Agreements	2,961,407	(472,024)	2,915,120	(152,281)
Due to Other Customers	430,015	8,534,334	400,245	8,593,018
Derivative Financial Instruments	(128,740)	(660,218)	(128,740)	(660,218)
Other Liabilities	1,132,300	1,608,421	1,175,723	1,314,392
Increase/(Decrease) in Operating Liabilities	4,394,982	9,010,517	4,362,347	9,094,912
Net Cash Flows from Operating Activities	2,030,647	771,916	2,488,809	762,211
Cash Flows from Investing Activities				
Purchase of Property, Plant and Equipment	(54,696)	(41,723)	(55,036)	(41,723)
Proceeds from Sale of Property, Plant and Equipment and Intangible Assets	183	540	183	540
Purchase of Intangible Assets	(49,847)	(17,305)	(49,847)	(17,305)
	(104,360)	(58,488)	(104,700)	(58,487)
Cash Flows from Financing Activities				
Net change in Debt issued and other Borrowed Funds	288,225	648,356	(165,487)	679,142
Proceeds from the issue of Subordinated Debentures	-	-	-	-
Repayment of Subordinated Debt	(67,325)	(237,325)	(67,325)	(237,325)
Interest paid on Subordinated Debt	11,125	(7,321)	11,125	(7,321)
Dividends paid to Equity Holders of the Parent	(484,275)	(484,275)	(484,275)	(484,275)
	(252,250)	(80,565)	(705,963)	(49,779)
Net Increase in Cash and Cash Equivalents	1,674,036	632,863	1,678,146	653,946
Cash and Cash Equivalents at the beginning of the year	7,510,041	7,612,998	7,510,139	7,613,041
Cash and Cash Equivalents at the end of the year	9,184,077	8,245,861	9,188,285	8,266,987
Reconciliation of Cash and Cash Equivalents				
Cash on Hand	2,455,130	1,393,363	2,455,138	1,414,455
Statutory Deposit with the Central Bank of Sri Lanka	5,133,753	4,738,125	5,133,753	4,738,125
Balances with Banks	1,843,311	1,392,275	1,847,511	1,392,309
Money at Call and Short Notice	-	1,085,617	-	1,085,617
Due to Banks	(248,117)	(363,519)	(248,117)	(363,519)
	9,184,077	8,245,861	9,188,285	8,266,987
A. Reconciliation of Operating Profit				
Profit before Taxation	659,554	564,276	735,941	627,351
(Profit) / Loss on disposal of Property, Plant and Equipment	(379)	(540)	(379)	(540)
Impairment charge / (Reversal) for Loans and Advances	85,913	166,538	84,325	165,656
Provision for Gratuity	19,934	55,321	20,408	55,756
(Increase) / Decrease in Interest Receivable	(6,955)	59,226	(6,955)	71,507
Increase/ (Decrease) in Interest Payable	235,409	320,562	235,409	324,685
Increase / (Decrease) in Financial Guarantee Liabilities	12,136	(7,369)	12,136	(7,369)
Other Non cash items	88,744	59,895	91,958	62,487
Gratuity Payments Made	(10,496)	(1,713)	(10,496)	(1,712)
	1,083,860	1,216,197	1,162,347	1,297,821

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS AS AT 31 MARCH 2013

BANK	HFT at Fair Value	Financial Derivatives at Fair Value	HTM at Amortised Cost	L & R at Amortised Cost	Total
Assets					
Cash and Cash Equivalents	-	-	-	4,298,440	4,298,440
Balances with Central Bank of Sri Lanka	-	-	-	5,133,753	5,133,753
Derivative Financial Instruments	-	216,069	-	-	216,069
Reverse Repurchase Agreements	-	-	-	2,517,491	2,517,491
Financial Assets - Held for Trading	22,425,822	-	-	-	22,425,822
Other Financial Assets	-	-	-	2,200,374	2,200,374
Loans and Advances to Customers	-	-	-	77,208,009	77,208,009
Financial Assets - Held to Maturity	-	-	7,019,879	-	7,019,879
Total Financial Assets	22,425,822	216,069	7,019,879	91,358,067	121,019,837

Liabilities	HFT at Fair Value	Financial Derivatives at Fair Value	HTM at Amortised Cost	L & R at Amortised Cost	Total
Liabilities					
Due to Banks	-	-	-	3,276,449	3,276,449
Derivative Financial Instruments	-	399,732	-	-	399,732
Repurchase Agreements	-	-	-	14,809,175	14,809,175
Due to Other Customers	-	-	-	87,174,314	87,174,314
Debt Issued and Other Borrowed Funds	-	-	-	5,756,762	5,756,762
Total Financial Liabilities	-	399,732	-	111,016,700	111,416,432

GROUP	HFT at Fair Value	Financial Derivatives at Fair Value	HTM at Amortised Cost	L & R at Amortised Cost	Total
Assets					
Cash and Cash Equivalents	-	-	-	4,302,649	4,302,649
Balances with Central Bank of Sri Lanka	-	-	-	5,133,753	5,133,753
Reverse Repurchase Agreements	-	-	-	1,895,401	1,895,401
Derivative Financial Instruments	-	216,069	-	-	216,069
Financial Assets - Held for Trading	23,305,321	-	-	-	23,305,321
Other Financial Assets	-	-	-	2,200,374	2,200,374
Loans and Advances to Customers	-	-	-	77,700,244	77,700,244
Financial Assets - Held to Maturity	-	-	7,019,879	-	7,019,879
Total Financial Assets	23,305,321	216,069	7,019,879	91,232,421	121,773,690

Liabilities	HFT at Fair Value	Financial Derivatives at Fair Value	HTM at Amortised Cost	L & R at Amortised Cost	Total
Liabilities					
Due to Banks	-	-	-	3,276,449	3,276,449
Derivative Financial Instruments	-	399,732	-	-	399,732
Repurchase Agreements	-	-	-	14,809,175	14,809,175
Due to Other Customers	-	-	-	86,737,592	86,737,592
Debt Issued and Other Borrowed Funds	-	-	-	5,756,762	5,756,762
Total Financial Liabilities	-	399,732	-	110,579,978	110,979,710

HFT -Held for Trading
HTM - Held-to-Maturity
L&R- Loans and Receivables

SEGMENT INFORMATION FOR THE PERIOD ENDED 31/03/2013

Operation Segments	Bank	Treasury Functions	Others	Unallocated/ Eliminations	Total Group
	31.03.2013 Rs. '000	31.03.2013 Rs. '000	31.03.2013 Rs. '000	31.03.2013 Rs. '000	31.03.2013 Rs. '000
Operating income	1,926,783	180,356	100,112	18,984	2,226,236
Credit Loss Expense	84,325	-	-	-	84,325
Net Operating income	1,842,458	180,356	100,112	18,984	2,141,911
Extracts of results					
Interest Income	3,270,193	991,202	116,867	(21,027)	4,357,235
Inter Segment	141,767	(141,767)	-	0.00	-
Interest Expense	(2,026,898)	(590,236)	(63,152)	24,275	(2,656,011)
Net Interest Income	1,385,062	259,199	53,715	3,248	1,701,224
Fees and Commission Income	526,104	-	43,443	16,318	585,865
Fees and Commission Expense	(34,799)	-	(1,382)	(12,156)	(48,337)
Net fee and commission income	491,305	-	42,061	4,162	537,528
Net Trading Income	-	(84,370)	4,336	69	(79,964)
Other Operating Income	50,417	5,526	-	11,506	67,449
Depreciation of Property, Plant and Equipment	32,076	23,511	2,867	(154)	58,300
Amortization of Intangible Assets	14,024	15,821	682	154	30,682
Segment Profit / (Loss) before Value Added Tax	799,231	123,596	78,972	(147,514)	854,285
Value Added Tax & Income Tax Expense	-	-	(25,262)	(327,090)	(352,352)
Profit for the year	799,231	123,596	53,710	(474,604)	501,933
Capital Expenditures					
Property and Equipment	33,273	21,423	-	-	54,696
Other Intangible Assets	34,180	15,667	-	-	49,847
Total Assets	77,119,521	49,431,427	2,708,974	(3,740,801)	127,222,971
Total Liabilities	89,126,773	28,300,031	1,981,166	(2,101,750)	117,110,053

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS AS AT 31 DECEMBER 2012

BANK					
Rs. '000	HFT at Fair Value	Financial Derivatives at Fair Value	HTM at Amortised Cost	L & R at Amortised Cost	Total
Assets					
Cash and Cash Equivalents	-	-	-	2,534,056	2,534,056
Balances with Central Bank of Sri Lanka	-	-	-	5,089,342	5,089,342
Reverse Repurchase Agreements	-	-	-	3,287,274	3,287,274
Derivative Financial Instruments	-	327,843	-	-	327,843
Financial Assets - Held for Trading	20,253,158	-	-	-	20,253,158
Other Financial Assets	-	-	-	1,892,922	1,892,922
Loans and Advances to Customers	-	-	-	72,458,357	72,458,357
Financial Assets - Held to Maturity	-	-	10,237,904	-	10,237,904
Total Financial Assets	20,253,158	327,843	10,237,904	85,261,951	116,080,855
Liabilities					
Due to Banks	-	-	-	2,796,350	2,796,350
Derivative Financial Instruments	-	528,472	-	-	528,472
Repurchase Agreements	-	-	-	11,832,692	11,832,692
Due to Other Customers	-	-	-	86,597,514	86,597,514
Debt Issued and Other Borrowed Funds	-	-	-	5,831,123	5,831,123
Total Financial Liabilities	528,472	528,472	107,057,679	107,057,679	107,586,150
GROUP					
Rs. '000	HFT at Fair Value	Financial Derivatives at Fair Value	HTM at Amortised Cost	L & R at Amortised Cost	Total
Assets					
Cash and Cash Equivalents	-	-	-	2,534,155	2,534,155
Balances with Central Bank of Sri Lanka	-	-	-	5,089,342	5,089,342
Reverse Repurchase Agreements	-	-	-	2,711,927	2,711,927
Derivative Financial Instruments	-	327,843	-	-	327,843
Financial Assets - Held for Trading	21,087,926	-	-	-	21,087,926
Other Financial Assets	-	-	-	1,892,922	1,892,922
Loans and Advances to Customers	-	-	-	73,423,951	73,423,951
Financial Assets - Held to Maturity	-	-	10,237,904	-	10,237,904
Total Financial Assets	21,087,926	327,843	10,237,904	85,652,298	117,305,970
Liabilities					
Due to Banks	-	-	-	2,796,350	2,796,350
Derivative Financial Instruments	-	528,472	-	-	528,472
Repurchase Agreements	-	-	-	11,832,692	11,832,692
Due to Other Customers	-	-	-	86,189,996	86,189,996
Debt Issued and Other Borrowed Funds	-	-	-	6,333,779	6,333,779
Total Financial Liabilities	528,472	528,472	107,152,816	107,152,816	107,681,289

HFT -Held for Trading
HTM - Held-to-Maturity
L&R- Loans and Receivables

SEGMENT INFORMATION FOR THE PERIOD ENDED 31/03/2012

Operation Segments	Bank	Treasury Functions	Others	Unallocated/ Eliminations	Total Group
	31.03.2012 Rs. '000	31.03.2012 Rs. '000	31.03.2012 Rs. '000	31.03.2012 Rs. '000	31.03.2012 Rs. '000
Operating income	1,803,592	3,014	87,969	75,179	1,969,754
Credit Loss Expense	165,656	-	-	-	165,656
Net Operating income	1,637,936	3,014	87,969	75,179	1,804,099
Extracts of results					
Interest Income	2,665,914	481,227	108,995	(19,013)	3,237,123
Inter Segment	16,208	(16,208)	-	(0.00)	-
Interest Expense	(1,313,182)	(500,629)	(50,889)	31,516	(1,833,184)
Net Interest Income	1,368,940	(35,611)	58,106	12,504	1,403,938
Fees and Commission Income	401,826	-	36,297	64,266	502,389
Fees and Commission Expense	(26,537)	-	(1)	(9,439)	(35,976)
Net fee and commission income	375,289	-	36,297	54,827	466,413
Net Trading Income	-	84,889	(6,433)	2,053	80,508
Other Operating Income	59,363	(46,264)	-	5,797	18,896
Depreciation of Property, Plant and Equipment	28,658	36,060	2,925	(2,870)	64,773
Amortization of Intangible Assets	13,733	12,785	-	(55)	26,464
Segment Profit / (Loss) before Value Added Tax	750,196	(89,047)	66,605	(3,113)	724,641
Value Added Tax & Income Tax Expense	-	-	(22,403)	(266,549)	(288,951)
Profit for the year	750,196	(89,047)	44,203	(269,662)	435,690
Capital Expenditures					
Property and Equipment	29,525	13,673	-	-	43,198
Other Intangible Assets	240	17,119	-	-	17,359
Total Assets	65,919,902	44,816,130	3,475,481	(2,873,354)	111,338,160
Total Liabilities	79,449,152	23,515,005	1,996,011	(2,266,988)	102,693,180

DEBENTURE INFORMATION

The rated unsecured subordinated redeemable debentures 2008/13 ,2009/13 and 2011/16 of the Bank are listed in the Colombo Stock Exchange. However, these debentures have not been traded from the date of listing up to 31st March 2013.

Debenture Categories	CSE Listing	Interest Payable Frequency	Balance as at 31-03-2013	Market Values			Interest Rates		Interest Rate of Comparable Government Security		Other Ratios as at date of last trade	
				Highest Rs.	Lowest Rs.	Year End Rs.	Coupon Rate %	Effective Annual Yield %	31-03-2013 %	31-03-2012 %	Interest Yield %	Yield to Maturity %
Fixed Rate												
Fixed Rate	NTBD0145	Semi -Annually	500,000		Not traded		20.53	21.58	14.54	10.92		Not traded
Fixed Rate	NTBD0131	Annually	1,000,000		Not traded		21.00	21.00	15.26	11.33		Not traded
Fixed Rate	NTBD0163	Semi -Annually	1,525,000		Not traded		11.50	11.83	16.68	11.88		Not traded
Fixed Rate	NTBD0164	Semi -Annually	200,000		Not traded		11.00	11.30	16.68	11.88		Not traded
Fixed Rate	NTBD0165	Semi -Annually	275,000		Not traded		11.50	11.83	16.68	11.88		Not traded
Total Debentures			3,500,000									

Ratios of Debt	31.03.2013	31.03.2012
* Debt / Equity Ratio %	57.91%	48.55%
Interest Cover (Times)	5.19	4.86

* All Subordinated debt and listed Senior debt are considered as Debt (numerator)

EXPLANATORY NOTES

- (1) The Group figures include those of the fully owned subsidiaries, Waldock Mackenzie Limited, Allied Properties Limited, Mercantile Leasing (Financial Services) Limited and Nations Insurance Brokers Limited (formerly MLL Insurance Brokers Limited).
- (2) These Financial Statements are prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKASs) and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange and the Directions issued by the Central Bank of Sri Lanka. Comparative figures have been remeasured/reclassified where necessary to comply with the Central Bank guidelines and SLFRS/LKASs.
- (3) These interim financial statements are presented in accordance with LKAS 34 - Interim Financial Reporting and there are no changes to the accounting policies and methods of computation as against those disclosed in the Annual Report for the year ended 31st December 2012.
- (4) There are no material changes to contingent assets and liabilities since 31.03.2013 and the balances reflected are due to transactions carried out in the normal course of Banking Business.
- (5) No material events have taken place since 31.03.2013 that require disclosure or/and adjustments in these accounts and all known expenditure have been provided in these financial statements. The above figures are provisional and subject to audit.