

Income Statement

Year ended 31st December	Note	Bank			Group		
		2008 Rs. '000	2007 Rs. '000	Change %	2008 Rs. '000	2007 Rs. '000	Change %
GROSS INCOME	22	11,965,448	8,378,535	43	13,877,449	9,341,912	49
Interest Income	23	10,304,526	6,950,949	48	12,094,171	8,010,729	51
Interest Expense	24	(7,570,431)	(5,064,708)	49	(9,184,922)	(5,900,279)	56
NET INTEREST INCOME		2,734,095	1,886,241	45	2,909,249	2,110,450	38
Fees and Commission Income		302,153	279,509	8	338,249	307,019	10
Foreign Exchange Income		495,546	329,244	51	495,546	329,245	51
Other Operating Income	25	863,223	818,833	5	949,483	694,919	37
NET INCOME		4,395,017	3,313,827	33	4,692,527	3,441,633	36
Less:							
Operating Expenses							
Personnel Costs		1,135,762	815,356	39	1,159,683	831,276	40
Provision for Bad and Doubtful Debts		470,898	217,046	117	470,898	217,046	117
Other Fees and Charges		16,455	11,402	44	16,565	11,403	45
Provision for Staff Retirement Benefits		36,949	33,001	12	37,770	34,134	11
Premises, Equipment and Establishment Expenses		598,227	472,765	27	620,894	509,134	22
Other Operating Expenses		1,309,405	959,449	36	1,358,210	991,246	37
		3,567,696	2,509,019	42	3,664,020	2,594,239	41
PROFIT BEFORE TAXATION	26	827,321	804,808	3	1,028,507	847,394	21
Less: Provision for Taxation	27	(350,713)	(251,129)	40	(435,388)	(342,576)	27
PROFIT AFTER TAXATION		476,608	553,679	(14)	593,119	504,818	17
Earnings per Share - Basic (Rs.)	28				3.67	3.91	(6)
Dividend per Share (Rs.)	29	1.50	1.00		1.50	1.00	

The Notes to the Financial Statements from pages 80 to 106 form an integral part of these Financial Statements.