

Year ended 31st December	Note	Bank			Group		
		2009 Rs. '000	2008 Rs. '000	Change %	2009 Rs. '000	2008 Rs. '000	Change %
GROSS INCOME	22	13,285,998	11,965,448	11	13,955,543	13,877,449	1
Interest Income	23	11,610,954	10,304,526	13	12,028,293	12,094,171	(1)
Interest Expense	24	(8,041,523)	(7,570,431)	6	(8,247,750)	(9,184,922)	(10)
NET INTEREST INCOME		3,569,431	2,734,095	31	3,780,543	2,909,249	30
Fees and Commission Income		287,606	302,153	(5)	375,436	338,249	11
Foreign Exchange Gain/(Loss)		(538,792)	495,546	(209)	(538,792)	495,546	(209)
Other Operating Income	25	1,926,230	863,223	123	2,090,606	949,483	120
NET INCOME		5,244,475	4,395,017	19	5,707,793	4,692,527	22
Less: Operating Expenses							
Personnel Costs		1,165,120	1,135,762	3	1,188,241	1,159,683	2
Provision for Bad and Doubtful Debts		812,779	470,898	73	803,646	470,898	71
Other Fees and Charges		27,691	16,455	68	27,964	16,565	69
Provision for Staff Retirement Benefits		40,954	36,949	11	42,149	37,770	12
Premises, Equipment and Establishment Expenses		775,209	598,227	30	776,803	620,894	25
Other Operating Expenses		1,361,978	1,309,405	4	1,488,028	1,358,210	10
		4,183,731	3,567,696	17	4,326,831	3,664,020	18
PROFIT BEFORE TAXATION	26	1,060,744	827,321	28	1,380,962	1,028,507	34
Less: Provision for Taxation	27	(558,943)	(350,713)	59	(694,891)	(435,388)	60
PROFIT AFTER TAXATION		501,801	476,608	5	686,071	593,119	16
Earnings per Share - Basic (Rs.)	28				4.09	3.67	11
Dividend per Share (Rs.)	29	1.50	1.50		1.50	1.50	

The Notes to the Financial Statements from pages 92 to 119 form an integral part of these Financial Statements.

Colombo
18th February 2010