NATIONS TRUST BANK PLC AND ITS FULLY OWNED SUBSIDIARIES

		BANK			GROUP	
or the three months ended March 31	2009 Rs. '000	2008 Rs. '000	Change (%)	2009 Rs. '000	2008 Rs. '000	Change (%)
ROSS INCOME	3.437.413	2.589.531	33	3,664,588	2.991.954	22
Interest Income		_,		-,,		
Interest Income on Loans and Advances	2,020,349	1,632,736	24	2,020,349	1,632,737	24
Interest Income on Other Interest						
Earning Assets	867,994	612,386	42	1,031,142	969,777	6
	2,888,343	2,245,122	29	3,051,491	2,602,514	17
Interest Expense						
Interest Expense on Deposits	(925,230)	(805,143)	15	(925,230)	(805,143)	15
Interest Expense on Other Interest						
Bearing Liabilities	(1,108,412)	(838,478)	32	(1,221,486)	(1,134,640)	8
	(2,033,642)	(1,643,621)	24	(2,146,716)	(1,939,783)	11
NET INTEREST INCOME	854,701	601,501	42	904,775	662,731	37
Non-Interest Income	,					
Foreign Exchange Income	160,157	97,067	65	160,157	97,067	65
Other Operating Income	388,913	247,341	57	452,940	292,373	55
	549,070	344,408	59	613,097	389,440	57
NET INCOME	4 400 774	0.45,000	40	4 547 070	1 050 171	44
NET INCOME Less: Non-Interest Expenses	1,403,771	945,909	48	1,517,872	1,052,171	44
Personnel Costs	328,890	241,297	36	334,342	245,781	36
Provision for Staff Retirement Benefits	328,890 11,599	11,513	1	334,342 11,935	11,660	2
Premises, Equipment and	11,000	11,515	'	11,555	11,000	2
Establishment Expenses	182,273	117,513	55	191,235	124,637	53
Loss on Trading/Investment Securities	102,275	-	-	131,203	124,007	-
Amortisation of Intangible Assets	_		_	_		_
Other Operating Expenses	306,433	253,745	21	310,608	258,645	20
other operating Expenses	829,195	624,068	33	848,120	640,723	32
Less: Provision for Bad & Doubtful	020,100	02 1,000	00	0.0,.20	010,720	02
Debts and Loans Written Off						
Provision - General	6,586	26,927	(76)	6,586	26,927	(76)
Provision - Specific	258,587	96,116	169	258,587	96,116	169
	265,173	123,043	116	265,173	123,043	116
OPERATING PROFIT ON ORDINARY		-,-			-,-	
ACTIVITIES BEFORE TAXES	309,403	198,798	56	404,579	288,405	40
Less: Value Added Tax on Financial Services	(55,693)	(9,770)	470	(72,773)	(25,902)	181
OPERATING PROFIT BEFORE						
CORPORATE TAX	253,710	189,028	34	331,806	262,503	26
Less: Tax on Profits on Ordinary Activities	(117,573)	(86,968)	35	(151,669)	(118,295)	28
OPERATING PROFIT FOR THE PERIOD	136,137	102,060	33	180,137	144,208	25
Earnings Per Share - Basic (Rs.)	0.81	0.71	14	1.07	1.01	7
Explanatory Notes: (1) The Group figures include those of the fully owned subsidiaries Brokers Limited).	s, Waldock Mackenzie Limited, Alli	ed Properties Limited, Merca	ntile Leasing (Financial Se	rvices) Limited and Nations Ins	urance Brokers Limited (forn	nerly MLL Insurance

Specific provisions for the period include certain prudential provisions made over and above the provisioning policy of the Bank which is more stringent than the guidelines of the Central Bank of Sri Lanka.

In April 2009, the Bank issued by way of a private placement, 500,000 unsecured Redeemable Debentures of Rs. 1,000/- each, amounting to Rs. 500 Mn. These debentures will be listed on the Colombo Stock Exchange.

(5) Except for note 4 above, no material events have taken place since March 31, 2009 that require disclosure or/and adjustments in these accounts. The above figures are provisional and subject to audit.

Last Traded Price

SELECTED	PERFORMANO	CE INDICATORS	S			
	B	ANK	GF	GROUP		
	As at 31.03.2009	As at 31.12.2008 (Audited)	As at 31.03.2009	As at 31.12.2008 (Audited)		
Regulatory Capital Adequacy Core Capital (Tier 1 Capital), Rs. Mn.	3,683	3.934	4,002	4,254		
Total Capital Base, Rs. Mn.	5,844	6,155	6,165	6,476		
Core Capital Adequacy Ratio, as % of Risk Weighted Assets	3,044	0,100	0,100	0,470		
(Minimum Requirement, 5%)	8.11%	9.73%	8.65%	10.31%		
Total Capital Adequacy Ratio, as % of Risk Weighted Assets						
(Minimum Requirement, 10%)	12.87%	15.22%	13.33%	15.70%		
Assets Quality (Quality of Loan Portfolio)						
Gross Non-performing Advances Ratio, %						
(Net of Interest in Suspense)	7.64%	5.76%	7.57%	5.81%		
Net Non-performing Advances Ratio, %	4.040/	0.000/	4.070/	0.040/		
(Net of Interest in Suspense and Provisions)	4.04%	2.82%	4.07%	2.91%		
Profitability nterest Margin, %	4.86%	4.33%				
Return on Assets, % (before Tax)	1.44%	1.31%	1.88%	1.49%		
Return on Equity, %	14.04%	12.73%	16.73%	14.43%		
Regulatory Liquidity	1410470	12.1070	1011070	11.1070		
Statutory Liquid Assets, Rs. Mn.	15.426	14.928				
Statutory Liquid Assets Ratio, (%)		,-				
(Minimum Requirement, 20%)						
Domestic Banking Unit (DBU)	22.17%	24.39%				
Foreign Currency Banking Unit (FCBU)	70.93%	37.85%				
Net Assets Value Per Share (Rs.)	22.78	23.47	25.47	25.89		
	31.03.2009	31.03.2008				
Market Price Per Share (Rs.)	(Quarter ended)	(Quarter ended)				
Highest	28.75	30.00				
Lowest	22.00	26.00				

		BANK			GROUP	
sat	31.03.2009	31.12.2008	Change	31.03.2009	31.12.2008	Chan
	Rs. '000	Rs. '000	(%)	Rs. '000	Rs. '000	
		(Audited)			(Audited)	
ı-Balance Sheet Assets						
ish in Hand	736,281	613,391	20	736,314	613,424	
lances with Central Bank of Sri Lanka	1,459,509	1,716,713	(15)	1,459,509	1,716,713	
ue from Banks and Other Financial Institutions	8,376,738	5,722,796	46	8,379,523	5,722,920	
vestments - Trading Account						
Government Securities	7,918,589	1,160,103	583	11,638,840	8,054,497	
vestments - Held-to-Maturity	40 400 000	44 000 750		7 404 000	7 007 700	
Government Securities	13,403,839	11,202,758	20	7,194,003	7,367,782	
Other Securities	425,715	425,715		425,715	425,715	
vestments in Subsidiaries	678,710	678,710	-	•	•	
tal Loans and Advances						
tal Performing Loans and Advances lls of Exchange	413,087	421,831	(2)	413,087	401 001	
verdrafts	5,549,008	5,280,436	(2) 5	5,549,008	421,831 5,280,436	
ase Rentals Receivable within One Year		3,361,714	1			
ase Rentals Receivable after One Year	3,382,245	-,,		3,382,373	3,361,978	
her Loans	5,055,579	5,378,734	(6)	5,055,579	5,378,734	
Her Loans	23,205,394	23,743,720 38,186,435	(2)	24,300,688 38,700,735	24,301,189	
tal Non Darforming Loons and Advances	37,605,313	30,100,433	(2)	30,700,733	38,744,168	
tal Non-Performing Loans and Advances verdrafts	395.191	233.124	70	395,191	233,124	
verdrans vase Rentals Receivable	1,010,402	660,794	53	1,010,402	660,794	
her Loans	1,875,071	1,544,456	21	1,875,071	1,544,456	
terest Receivable	466,431	386.838	21	527,094	441,625	
torost Hodervasie	-100,431	300,030		JZ1,U34	771,020	
tal Gross Loans and Advances	41,352,408	41,011,647	1	42,508,493	41,624,167	
SS:	71,002,400	71,011,041	'	42,000,400	71,027,107	
terest In Suspense	(637,488)	(489,556)	30	(637,488)	(489,556)	
pecific Loan Loss Provisions	(1,143,250)	(879,818)	30	(1,143,250)	(879,818)	
eneral Loan Loss Provisions	(321,404)	(314,408)	2	(321,404)	(314,408)	
et Loans and Advances	39,250,266	39,327,865	(0)	40,406,351	39,940,385	
. 20110 1111 11111000	00,200,200	00,021,000	(0)	10,100,001	00,010,000	
her Assets	2,231,721	2,318,601	(4)	1,188,679	1,777,635	
tangible Assets	-,,	-,0.0,00.	-	79,261	79,261	
operty, Plant and Equipment	1,529,745	1,475,399	4	2,084,680	2,034,621	
tal on-Balance Sheet Assets	76,011,113	64,642,051	18	73,592,875	67,732,953	
ı-Balance Sheet Liabilities						
tal Deposits						
emand Deposits	3,878,652	3,844,770	1	3,878,652	3,844,744	
ivings Deposits	6,172,956	5,838,663	6	6,172,956	5,838,663	
me Deposits	26,323,137	24,463,067	8	26,323,137	24,463,067	
argin Deposits	164,532	163,287	1	164,532	163,287	
	36,539,277	34,309,787	6	36,539,277	34,309,761	
tal Borrowings	40.000	10.000	44	40.000	40.000	
prrowings from the Central Bank of Sri Lanka	10,620	12,338	(14)	10,620	12,338	
prrowings from Banks and Financial	0.044.705	0.005.500	40	0.044.705	0.005.500	
Institutions in Sri Lanka	3,011,765	2,685,526	12	3,011,765	2,685,526	
prrowings from Banks and Financial	0.454.000	4 700 447	0.5	0.454.000	4 700 440	
Institutions Abroad	3,151,860	1,703,447	85	3,151,860	1,703,446	
curities Sold Under Repurchase Agreements	18,158,484	10,316,405	76	15,302,983	13,155,004	
bordinated Term Debt	2,173,250	2,173,250	-	2,173,250	2,173,250	
her Borrowings	6,117,024	5,931,306	3	6,267,657	5,937,038	
oferred Tayation	32,623,003	22,822,272	43	29,918,135	25,666,602	
eferred Taxation	191,617	188,329	112	191,617 206,780	188,329	
rrent Taxation her Liabilities	168,849 2 667 844	79,787 3 305 918	112	,	102,838	1
	2,667,844 72 100 500	3,305,918 60,706,093	(19)	2,466,189	3,123,111	
tal on-Balance Sheet Liabilities	72,190,590	00,700,093	19	69,321,998	63,390,641	
uity Capital and Reserves						
ated Capital	3,109,771	3,109,771		3,109,771	3,109,771	
atutory Reserve Fund	80,509	80,509		80,509	80,509	
tal Other Reserves	630,243	745,678	(15)	1,080,597	1,152,032	
	3,820,523	3,935,958	(3)	4,270,877	4,342,312	
tal on-Balance Sheet Liabilities and	-,,	2,223,000	(0)	., ,,,,,	.,0.2,012	
Equity Capital and Reserves	76,011,113	64,642,051	18	73,592,875	67,732,953	
f-Balance Sheet Items and Contra Accounts	,,,,,,,,	,-,-,-		,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
ontingencies	24,401,254	25,728,056	(5)	24,401,254	25,728,056	
ommitments and Contra Accounts	361,306	306,655	18	361,306	306,655	
	24,762,560	26,034,711	(5)	24,762,560	26,034,711	
emorandum Information			<u> </u>			
umber of Employees	1550	1592		1575	1615	
umber of Branches	37	36		37	36	
umber of Leasing Centres	8	8		8	8	
umber of Personal Banking Centres	6	6		6	6	
ERTIFICATION						

	STATI	EMENT OF CHAI	NGES IN EQUITY	1	
	Stated Capital Rs. '000	Capital Reserve Rs. '000	Reserve Fund Rs. '000	Revenue Reserve Rs. '000	Total Rs. '000
Bank					
Balance as at 01.01.2008	2,061,554	_	56,679	460,615	2,578,848
Rights Issue of Shares	1,048,217	_	_	_	1,048,217
Dividend Paid for 2007	_	_	_	(167,715)	(167,715)
Net Profit for the Year	_	_	_	102,060	102,060
Balance as at 31.03.2008	3,109,771	-	56,679	394,960	3,561,410
Balance as at 01.01.2009	3,109,771	-	80,509	745,678	3,935,958
Dividend Paid for 2008	_	-	_	(251,572)	(251,572)
Net Profit for the Year	_	_	_	136,137	136,137
Balance as at 31.03.2009	3,109,771		80,509	630,243	3,820,523
Group					
Balance as at 01.01.2008	2,061,554	9,500	56,679	740,958	2,868,691
Rights Issue of Shares	1,048,217	_	_	_	1,048,217
Dividend Paid for 2007	_	_	_	(167,715)	(167,715)
Net Profit for the Year	-	_	_	144,208	144,208
Balance as at 31.03.2008	3,109,771	9,500	56,679	717,451	3,893,401
Balance as at 01.01.2009	3,109,771	9,500	80,509	1,142,532	4,342,312
Dividend Paid for 2008	_	_	_	(251,572)	(251,572)
Net Profit for the Year	_	_	_	180,137	180,137
Balance as at 31.03.2009	3,109,771	9,500	80,509	1,071,097	4,270,877

	SEGMENTAL INFORMATION									
	BAI	NKING	INVESTME	NT BANKING	ОТІ	HERS	ELIMINATION	/ALLOCATED	GR	OUP
In Rs. '000	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008
Total Revenue	3,437,413	2,589,531	467,708	638,814	22,031	23,652	(262,564)	(260,044)	3,664,588	2,991,953
Segment Results										
Profit before Taxation	253,710	189,028	66,895	63,513	11,201	9,962		-	331,806	262,503
Taxation	(117,573)	(86,968)	(29,887)	(28,154)	(4,209)	(3,172)	-	-	(151,669)	(118,294)
Net Profit for the Year	136,137	102,060	37,008	35,359	6,992	6,790	-	-	180,137	144,209
Segment Assets	76,011,113	54,730,407	9,136,387	16,050,551	756,908	739,005	(12,390,794)	(9,898,262)	73,513,614	61,621,701
Goodwill		-		-		-	79,261	79,261	79,261	79,261
Total Assets	76,011,113	54,730,407	9,136,387	16,050,551	756,908	739,005	(12,311,533)	(9,819,001)	73,592,875	61,700,962
Segment Liabilities	71,998,973	51,061,155	8,810,995	15,806,064	63,760	64,194	(11,743,347)	(9,234,194)	69,130,381	57,697,219
Deferred Tax Liabilities	191,617	107,842		2,500		-		-	191,617	110,342
Total Liabilities	72,190,590	51,168,997	8,810,995	15,808,564	63,760	64,194	(11,743,347)	(9,234,194)	69,321,998	57,807,561

DEBENTURE INFORMATION	
As at 31.03.2009, the Bank had debentures amounting to Rs. 1.50 Bn in issue (0.50 Bn as at 31.03.2008) which are listed transactions on the debentures for the periods ended 31.03.2009 & 2008.	in the Colombo Stock Exchange. There were no
	0.1 0.0 0.000

ansactions on the acou	intuites for the perious ended or.	3.2003 & 2000.			
Debenture Category	Interest rate of comparable	Interest rate of comparable	Ratios of Debt	31.03.2009	31.03.2008
	Govt. security %	Govt. security %			
	(31.03.2009)	(31.03.2008)	Debt / Equity Ratio (%)	39.26	14.04
2006/10	16.60	18.38	Interest Cover (Times)	4.67	11.75
2006/11	16.80	18.25			
2006/12	16.55	18.15			
2008/13	16.80	18.25			

nairman Dep 0th April, 2009 - Colombo	outy Chairman		DI	rector/CEO
CASH FLO	DW STATE	MENT		
OAOII I EC	JII OIRIE	BANK	GRO	DUP
For the 3 months ended 31st March	2009	2008	2009	200
	Rs. '000	Rs. '000	Rs. '000	Rs. '00
Cash Flows from Operating Activities				
nterest Received	2,888,343	2,245,122	3,051,491	2,602,5
nterest Paid	(2,033,642)	(1,643,621)	(2,146,716)	(1,939,7
Foreign Exchange Income Received	160,157	97,067	160,157	97,0
Receipts from Other Operating Activities	388,913	247,342	452,940	292,3
Gratuity Payments made	(695)	(570,000)	(695)	(000.4
Payments to Employees and Suppliers Net Cash Flow from Operating Profit before Income Tax (A)	(805,816)	(578,006)	(838,573)	(600,4
ncome Tax paid	597,260	367,904	678,604	451,7
Derating Profit before Changes in Operating	(28,511)	(75,126)	(47,727)	(97,8
Assets and Liabilities	568,749	292,778	630,877	353,9
Increase)/Decrease in Operating Assets				
Government Securities	(8,959,567)	(866,729)	(3,410,563)	(1,785,3
Bills of Exchange	8,744	(6,644)	8,744	(6,6
oans & Advances	(196,318)	(2,887,298)	(739,883)	(2,656,4
Other Assets	86,879	(350,822)	588,957	(743,7
Ī	(9,060,262)	(4,111,493)	(3,552,745)	(5,192,2
ncrease/(Decrease) in Operating Liabilities				
Customer Deposits	2,229,490	140,262	2,229,516	140,2
Securities sold under Repurchase Agreements	7,842,080	285,451	2,147,979	881,5
Other Liabilities	(645,689)	609,680	(664,874)	1,036,8
	9,425,881	1,035,393	3,712,621	2,058,6
Net Cash Flow from Operating Activities	934,368	(2,783,322)	790,753	(2,779,5
Cash Flows from Investing Activities				
Proceeds from sale of Property Plant & Equipment	2,752	4,467	4,129	4,4
Purchase of Property, Plant & Equipment	(124,571)	(11,839)	(124,573)	(11,8
	(121,819)	(7,372)	(120,444)	(7,3
Cash Flows from Financing Activities				
ncrease / (Decrease) in Refinance Activities	185,718	607,607	330,619	607,6
ncrease / (Decrease) in Call & Other Borrowings	(799,672)	2,550,398	(799,671)	2,550,3
Dividend Paid	(251,572)	(167,715)	(251,572)	(167,71
-	(865,526)	2,990,290	(720,624)	2,990,2
Net Increase in Cash & Cash Equivalents	(52,977)	199,596	(50,315)	203,3
Cash and Cash Equivalents at the beginning of the year	8,052,900	5,109,679	8,053,057	5,110,5
ash and Cash Equivalents at the end of the year	7,999,923	5,309,275	8,002,742	5,313,8
Reconciliation of Cash & Cash Equivalents				
Cash in Hand & Balances with Banks	736,281	454,759	736,314	454,7
Balances with the Central Bank of Sri Lanka	1,459,509	2,072,121	1,459,509	2,072,1
Money at Call & Short Notice	5,804,133 7,999,923	2,782,395 5,309,275	5,806,919 8,002,742	2,786,9 5,313,8
	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0,000,210	0,000,176	3,010,0
A. Reconciliation of Operating Profit	050 740	100.000	004 000	000 =
Profit before taxation	253,710	189,028	331,806	262,5
Depreciation	67,446	44,319	70,358	54,5
Profit) /Loss on Disposal of Property, Plant & Equipment	27	100.044	27	400.0
Provision for Doubtful Debts	265,173	123,044	265,173	123,0
Provision for Gratuity Gratuity Payments Made	11,599 (695)	11,513	11,935 (695)	11,6
שומנעונץ ו מאַווופוונס ועומעפ	597,260	367,904	678,604	451,7

We, the undersigned being the Chairman, Deputy Chairman and Director/CEO 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

(Sgd.) E.H. Wijenaike

(Sgd.) Z.H. Zavahir

indicated as audited.

(Sgd.) A.D. Gunewardene

Nations Trust Bank PLC PQ 118 Head Office and Corporate Branch, No. 242, Union Place, Colombo 2. Tel: 4313131 Fax: 4313132 E-mail: info@nationstrust.com Web: www.nationstrust.com

Nations TrustBank