



# **NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES**

**Company Number PQ 118**

## **INTERIM FINANCIAL STATEMENTS**

**For the Nine months ended September 30, 2015**

## **Nations Trust continues its steady performance**

The Bank closed the 9 months ending 30<sup>th</sup> September 2015 with a post-tax profit of Rs.1, 939Mn, down by 2% over the previous period. The performance for the quarter was negatively impacted by the marked to market losses recorded on the FIS portfolio in contrast to significant gains made in the corresponding period last year. Nevertheless, core earnings recorded a moderate growth for the period with net interest income and fees growing by 7% whilst the growth in operating expenses and impairment charges was managed within 5%. Loans and advances posted a growth of 14% for the period with a larger share of the growth recorded in the current quarter mirroring industry trends.

Narrowing NIMs slowed net interest income growth particularly in the current quarter. The Bank strategically pushed for higher loan growth with incremental new business booked at relatively lower margins. Portfolios such as Corporate and Leasing in particular, felt the pinch of declining yields and heavy competition. The Bank aggressively pursued strategies to grow CASA to keep borrowing cost low. Low cost deposits recorded a 6% growth with the CASA mix improving to 33% of deposits.

Net fees and commission income grew by 17% for the period under review primarily driven by credit card fee based income and transactional fees. Concerted efforts put into penetrate trade hubs paid off with trade related fee income posting a commendable growth of 16%. Net trading income recorded a significant drop owing to marked to market losses recorded on the FIS portfolio as a result of unfavorable movements in the yields of the underlying Government Securities. The loss recorded for the current period amounted to Rs.233Mn compared to a gain of Rs.169Mn for the corresponding period last year. Foreign exchange income recorded an impressive growth of 20% with enhanced customer volumes and favourable rate movements benefiting proprietary trading. Other operating income mainly comprising of recovery of loan write-offs recorded a drop of 13% for the current period.

The impairment charge for the period amounted to Rs.809Mn which comprised of a one off provision booked during 1Q for specific facilities under individual impairment. The drop in collective impairment for the current period is mainly attributable to reversals made on account of the pawning portfolio

compared to the higher charges made in the corresponding period. Collective impairment on both credit cards and leasing portfolios also recorded a significant drop.

Operating expenses were contained at a growth of 6% with a Cost Income ratio of 54%. The Cost Income ratio increased over the corresponding period owing to lower growth in revenue arising from narrowing margins and the marked to market losses on the FIS portfolio. The higher growth of 39% in depreciation and amortization charges is due to the core-banking upgrade which was implemented in the 3Q of 2014. Personnel expenses and other overheads recorded a lower growth as savings materialized on many planned expenses owing to cost management initiatives and lean initiative implementations.

The capital position was sound at Rs.16.3Bn with Capital Adequacy Ratios both at Tier 1 and 2 maintained at comfortable levels.

During the past 9 months, the Bank pursued its business strategies on providing customer convenience through its branch network whilst leveraging on the state of the art new core banking solution. The Bank, known for its innovative and pioneering approach in the banking and payments landscape in Sri Lanka partnered with Diners Club International in becoming the exclusive issuer and acquirer for Diners Club credit cards in the country.

The first nine month results have been encouraging for our core businesses despite challenges faced in a few areas which is part of doing business. The focus for the remainder of the year is to continue the momentum on credit growth and end the year with a strong financial position thereby enabling the Bank to take on higher growth in the forthcoming year as Nations Trust Bank steers ahead to become the primary banker for our target customers.

**NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES**  
**INCOME STATEMENT**

|                                                                | Bank                           |                  |               |                            |                  |               | Group                          |                  |               |                            |                  |               |
|----------------------------------------------------------------|--------------------------------|------------------|---------------|----------------------------|------------------|---------------|--------------------------------|------------------|---------------|----------------------------|------------------|---------------|
|                                                                | Nine months ended 30 September |                  |               | Quarter ended 30 September |                  |               | Nine months ended 30 September |                  |               | Quarter ended 30 September |                  |               |
|                                                                | 2015<br>Rs. '000               | 2014<br>Rs. '000 | Change<br>(%) | 2015<br>Rs. '000           | 2014<br>Rs. '000 | Change<br>(%) | 2015<br>Rs. '000               | 2014<br>Rs. '000 | Change<br>(%) | 2015<br>Rs. '000           | 2014<br>Rs. '000 | Change<br>(%) |
| <b>Gross Income</b>                                            | <b>14,682,678</b>              | 15,496,546       | (5)           | <b>4,931,719</b>           | 5,508,691        | (10)          | <b>14,866,116</b>              | 15,738,344       | (6)           | <b>5,000,112</b>           | 5,593,488        | (11)          |
| Interest Income                                                | <b>12,164,408</b>              | 12,958,055       | (6)           | <b>4,107,180</b>           | 4,409,745        | (7)           | <b>12,255,432</b>              | 13,119,121       | (7)           | <b>4,133,896</b>           | 4,462,657        | (7)           |
| Less : Interest Expense                                        | <b>(5,495,425)</b>             | (6,534,384)      | (16)          | <b>(1,913,619)</b>         | (2,090,734)      | (8)           | <b>(5,482,773)</b>             | (6,541,508)      | (16)          | <b>(1,906,401)</b>         | (2,097,326)      | (9)           |
| <b>Net Interest Income</b>                                     | <b>6,668,983</b>               | <b>6,423,671</b> | 4             | <b>2,193,561</b>           | <b>2,319,011</b> | (5)           | <b>6,772,659</b>               | <b>6,577,613</b> | 3             | <b>2,227,495</b>           | <b>2,365,331</b> | (6)           |
| Fees and Commission Income                                     | <b>2,409,020</b>               | 2,083,847        | 16            | <b>843,069</b>             | 738,747          | 14            | <b>2,520,504</b>               | 2,191,822        | 15            | <b>884,861</b>             | 779,783          | 13            |
| Less : Fees and Commission Expense                             | <b>(178,219)</b>               | (181,465)        | (2)           | <b>(54,063)</b>            | (72,807)         | (26)          | <b>(178,228)</b>               | (181,668)        | (2)           | <b>(54,063)</b>            | (73,010)         | (26)          |
| <b>Net Fees and Commission Income</b>                          | <b>2,230,801</b>               | <b>1,902,382</b> | 17            | <b>789,006</b>             | <b>665,940</b>   | 18            | <b>2,342,276</b>               | <b>2,010,154</b> | 17            | <b>830,798</b>             | <b>706,773</b>   | 18            |
| Net Trading Income / (Expense)                                 | <b>(101,005)</b>               | 221,560          | (146)         | <b>(79,167)</b>            | 268,038          | (130)         | <b>(102,590)</b>               | 205,567          | (150)         | <b>(79,287)</b>            | 258,887          | (131)         |
| Other Operating Income                                         | <b>210,255</b>                 | 233,084          | (10)          | <b>60,637</b>              | 92,161           | (34)          | <b>192,770</b>                 | 221,834          | (13)          | <b>60,642</b>              | 92,161           | (34)          |
| <b>Total Operating Income</b>                                  | <b>9,009,034</b>               | <b>8,780,697</b> | 3             | <b>2,964,037</b>           | <b>3,345,150</b> | (11)          | <b>9,205,115</b>               | <b>9,015,168</b> | 2             | <b>3,039,648</b>           | <b>3,423,152</b> | (11)          |
| Impairment Charge /(Reversal ) for Loans and Receivables       | <b>809,816</b>                 | <b>789,516</b>   | 3             | <b>76,840</b>              | <b>345,233</b>   | (78)          | <b>809,847</b>                 | <b>788,965</b>   | 3             | <b>78,085</b>              | <b>344,407</b>   | (77)          |
| Individual Impairment                                          | <b>438,214</b>                 | (615)            | 71,335        | <b>(9,807)</b>             | 64,140           | (115)         | <b>438,214</b>                 | (615)            | 71,335        | <b>(9,807)</b>             | 64,140           | (115)         |
| Collective Impairment                                          | <b>352,407</b>                 | 790,131          | (55)          | <b>72,272</b>              | 288,230          | (75)          | <b>352,438</b>                 | 789,580          | (55)          | <b>73,517</b>              | 287,404          | (74)          |
| Others -Charges Receivable                                     | <b>19,195</b>                  | -                | 100           | <b>14,375</b>              | (7,137)          | (301)         | <b>19,195</b>                  | -                | 100           | <b>14,375</b>              | (7,137)          | (301)         |
| <b>Net Operating Income</b>                                    | <b>8,199,218</b>               | <b>7,991,181</b> | 3             | <b>2,887,197</b>           | <b>2,999,917</b> | (4)           | <b>8,395,268</b>               | <b>8,226,203</b> | 2             | <b>2,961,563</b>           | <b>3,078,745</b> | (4)           |
| <b>Less : Expenses</b>                                         |                                |                  |               |                            |                  |               |                                |                  |               |                            |                  |               |
| Personnel Expenses                                             | <b>2,028,335</b>               | 2,012,737        | 1             | <b>681,032</b>             | 724,008          | (6)           | <b>2,046,245</b>               | 2,036,038        | 1             | <b>685,052</b>             | 731,288          | (6)           |
| Depreciation of Property, Plant and Equipment                  | <b>273,634</b>                 | 213,344          | 28            | <b>90,395</b>              | 73,847           | 22            | <b>284,009</b>                 | 222,067          | 28            | <b>93,886</b>              | 76,745           | 22            |
| Amortization of Intangible Assets                              | <b>176,173</b>                 | 108,146          | 63            | <b>58,737</b>              | 32,923           | 78            | <b>179,274</b>                 | 110,239          | 63            | <b>60,450</b>              | 33,621           | 80            |
| Other Operating Expenses                                       | <b>2,438,978</b>               | 2,306,152        | 6             | <b>908,086</b>             | 791,001          | 15            | <b>2,430,212</b>               | 2,303,872        | 5             | <b>905,974</b>             | 789,794          | 15            |
| <b>Total Operating Expenses</b>                                | <b>4,917,120</b>               | 4,640,379        | 6             | <b>1,738,250</b>           | 1,621,779        | 7             | <b>4,939,740</b>               | 4,672,216        | 6             | <b>1,745,362</b>           | 1,631,448        | 7             |
| <b>Operating Profit Before Value Added Tax (VAT) &amp; NBT</b> | <b>3,282,098</b>               | 3,350,802        | (2)           | <b>1,148,947</b>           | 1,378,138        | (17)          | <b>3,455,528</b>               | 3,553,987        | (3)           | <b>1,216,201</b>           | 1,447,297        | (16)          |
| Less : Value Added Tax (VAT) on Financial Services & NBT       | <b>547,828</b>                 | 559,267          | (2)           | <b>187,751</b>             | 218,683          | (14)          | <b>556,819</b>                 | 573,047          | (3)           | <b>190,723</b>             | 222,168          | (14)          |
| <b>Profit Before Income Tax</b>                                | <b>2,734,270</b>               | <b>2,791,535</b> | (2)           | <b>961,196</b>             | <b>1,159,455</b> | (17)          | <b>2,898,709</b>               | <b>2,980,940</b> | (3)           | <b>1,025,478</b>           | <b>1,225,129</b> | (16)          |
| Less : Income Tax Expense                                      | <b>911,338</b>                 | 937,654          | (3)           | <b>327,878</b>             | 377,218          | (13)          | <b>960,063</b>                 | 993,601          | (3)           | <b>344,607</b>             | 395,054          | (13)          |
| <b>Profit for the Period</b>                                   | <b>1,822,932</b>               | <b>1,853,881</b> | (2)           | <b>633,318</b>             | <b>782,237</b>   | (19)          | <b>1,938,646</b>               | <b>1,987,339</b> | (2)           | <b>680,871</b>             | <b>830,075</b>   | (18)          |
| <b>Earnings Per Share</b>                                      |                                |                  |               |                            |                  |               |                                |                  |               |                            |                  |               |
| Basic / Diluted Earnings Per Share (Rs.)                       | <b>7.90</b>                    | 8.04             | (2)           | <b>2.75</b>                | <b>3.39</b>      | (19)          | <b>8.41</b>                    | 8.62             | (2)           | <b>2.95</b>                | 3.60             | (18)          |

NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES  
STATEMENT OF OTHER COMPREHENSIVE INCOME



|                                                                                                  | Bank                           |                  |                  |                            |                  |                  | Group                          |                  |                  |                            |                  |                  |
|--------------------------------------------------------------------------------------------------|--------------------------------|------------------|------------------|----------------------------|------------------|------------------|--------------------------------|------------------|------------------|----------------------------|------------------|------------------|
|                                                                                                  | Nine months ended 30 September |                  |                  | Quarter ended 30 September |                  |                  | Nine months ended 30 September |                  |                  | Quarter ended 30 September |                  |                  |
|                                                                                                  | 2015<br>Rs. '000               | 2014<br>Rs. '000 | Change<br>(%)    | 2015<br>Rs. '000           | 2014<br>Rs. '000 | Change<br>(%)    | 2015<br>Rs. '000               | 2014<br>Rs. '000 | Change<br>(%)    | 2015<br>Rs. '000           | 2014<br>Rs. '000 | Change<br>(%)    |
| <b>Profit for the period</b>                                                                     | 1,822,932                      | 1,853,881        | (2)              | 633,318                    | 782,237          | (19)             | 1,938,646                      | 1,987,339        | (2)              | 680,871                    | 830,075          | (18)             |
| <b>Other Comprehensive Income to be reclassified to profit or loss in subsequent period:</b>     |                                |                  |                  |                            |                  |                  |                                |                  |                  |                            |                  |                  |
| Net gains on re-measuring Available-For-Sale financial assets                                    | (111,212)                      | 74               | (150,386)        | (167,336)                  | 74               | (226,230)        | (111,212)                      | 74               | (150,386)        | (167,336)                  | 74               | (226,230)        |
|                                                                                                  | (111,212)                      | 74               | (150,386)        | (167,336)                  | 74               | (226,230)        | (111,212)                      | 74               | (150,386)        | (167,336)                  | 74               | (226,230)        |
| <b>Other Comprehensive Income not to be reclassified to profit or loss in subsequent period:</b> |                                |                  |                  |                            |                  |                  |                                |                  |                  |                            |                  |                  |
| Actuarial Loss                                                                                   | -                              | -                | -                | -                          | -                | -                | -                              | -                | -                | -                          | -                | -                |
|                                                                                                  | -                              | -                | -                | -                          | -                | -                | -                              | -                | -                | -                          | -                | -                |
| <b>Total Other Comprehensive income</b>                                                          | <b>(111,212)</b>               | <b>74</b>        | <b>(150,386)</b> | <b>(167,336)</b>           | <b>74</b>        | <b>(226,230)</b> | <b>(111,212)</b>               | <b>74</b>        | <b>(150,386)</b> | <b>(167,336)</b>           | <b>74</b>        | <b>(226,230)</b> |
| Net Income Tax Charge relating to components of Other Comprehensive income                       | 31,139                         | -                | 100              | 46,854                     | -                | 100              | 31,139                         | -                | 100              | 46,854                     | -                | 100              |
| <b>Other Comprehensive Income for the Period, Net of Tax</b>                                     | <b>(80,073)</b>                | <b>74</b>        | <b>(108,307)</b> | <b>(120,482)</b>           | <b>74</b>        | <b>(162,914)</b> | <b>(80,073)</b>                | <b>74</b>        | <b>(108,307)</b> | <b>(120,482)</b>           | <b>74</b>        | <b>(162,914)</b> |
| <b>Total Comprehensive Income for the Period, Net of Tax</b>                                     | <b>1,742,859</b>               | <b>1,853,955</b> | <b>(6)</b>       | <b>512,836</b>             | <b>782,311</b>   | <b>(34)</b>      | <b>1,858,573</b>               | <b>1,987,413</b> | <b>(6)</b>       | <b>560,389</b>             | <b>830,149</b>   | <b>(32)</b>      |
| Attributable to:                                                                                 |                                |                  |                  |                            |                  |                  |                                |                  |                  |                            |                  |                  |
| <b>Equity holders of the parent</b>                                                              | <b>1,742,859</b>               | <b>1,853,955</b> | <b>(6)</b>       | <b>512,836</b>             | <b>782,311</b>   | <b>(34)</b>      | <b>1,858,573</b>               | <b>1,987,413</b> | <b>(6)</b>       | <b>560,389</b>             | <b>830,149</b>   | <b>(32)</b>      |

NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES  
STATEMENT OF FINANCIAL POSITION



| As at                                                            | Bank                   |                                     |             | Group                  |                                     |             |
|------------------------------------------------------------------|------------------------|-------------------------------------|-------------|------------------------|-------------------------------------|-------------|
|                                                                  | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | Change<br>% | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | Change<br>% |
| <b>On Balance Sheet Assets</b>                                   |                        |                                     |             |                        |                                     |             |
| Cash and Cash Equivalents                                        | 4,534,092              | 6,898,881                           | (34)        | 4,534,635              | 6,899,905                           | (34)        |
| Balances with Central Bank of Sri Lanka                          | 4,620,487              | 3,992,118                           | 16          | 4,620,487              | 3,992,118                           | 16          |
| Placements with Banks                                            | -                      | -                                   | -           | -                      | -                                   | -           |
| Derivative Financial Instruments                                 | 656,242                | 128,053                             | 412         | 656,242                | 128,053                             | 412         |
| Reverse Repurchase Agreements                                    | 263                    | 11,013,507                          | (100)       | 263                    | 11,013,507                          | (100)       |
| Other Financial Assets Held-for-Trading                          | 3,927,332              | 15,648,717                          | (75)        | 3,927,332              | 15,700,388                          | (75)        |
| Other Financial Assets                                           | 5,351,216              | 3,820,746                           | 40          | 5,351,216              | 3,820,746                           | 40          |
| Financial Assets Designated at Fair Value through Profit or Loss | -                      | -                                   | -           | -                      | -                                   | -           |
| Loans & Receivables to Banks                                     | 570,000                | -                                   | 100         | 570,000                | -                                   | 100         |
| Loans & Receivables to Other Customers                           | 111,707,367            | 97,068,259                          | 15          | 112,565,419            | 98,347,049                          | 14          |
| Financial Investments - Available-for-Sale                       | 17,827,550             | 4,329,449                           | 312         | 17,827,550             | 4,329,449                           | 312         |
| Financial Investments - Held-to-Maturity                         | 12,726,842             | 9,586,218                           | 33          | 12,795,741             | 9,653,000                           | 33          |
| Investments in Subsidiaries                                      | 678,710                | 678,710                             | -           | -                      | -                                   | -           |
| Investments in Associates and Joint Ventures                     | -                      | -                                   | -           | -                      | -                                   | -           |
| Property, Plant & Equipment                                      | 1,654,777              | 1,717,856                           | (4)         | 2,128,681              | 2,194,425                           | (3)         |
| Investment Properties                                            | -                      | -                                   | -           | -                      | -                                   | -           |
| Intangible Assets                                                | 1,154,227              | 1,271,137                           | (9)         | 1,165,055              | 1,283,223                           | (9)         |
| Deferred Tax Assets                                              | 293,733                | 374,796                             | (22)        | 294,946                | 376,127                             | (22)        |
| Other Assets                                                     | 3,029,518              | 2,437,804                           | 24          | 3,089,831              | 2,506,351                           | 23          |
| <b>Total Assets</b>                                              | <b>168,732,357</b>     | <b>158,966,251</b>                  | <b>6</b>    | <b>169,527,398</b>     | <b>160,244,341</b>                  | <b>6</b>    |

**NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES**  
**STATEMENT OF FINANCIAL POSITION**



| As at                                                                 | Bank                   |                                     |             | Group                  |                                     |             |
|-----------------------------------------------------------------------|------------------------|-------------------------------------|-------------|------------------------|-------------------------------------|-------------|
|                                                                       | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | Change<br>% | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | Change<br>% |
| <b>On Balance Sheet Liabilities</b>                                   |                        |                                     |             |                        |                                     |             |
| Due to Banks                                                          | 1,767,607              | 2,922,784                           | (40)        | 1,767,607              | 2,922,784                           | (40)        |
| Derivative Financial Instruments                                      | 244,395                | 166,370                             | 47          | 244,395                | 166,370                             | 47          |
| Other Financial liabilities Held-for-Trading                          | -                      | -                                   | -           | -                      | -                                   | -           |
| Financial Liabilities Designated at Fair Value through Profit or Loss | -                      | -                                   | -           | -                      | -                                   | -           |
| Repurchase Agreements                                                 | 14,680,212             | 15,444,206                          | (5)         | 14,226,981             | 15,046,562                          | (5)         |
| Due to Other Customers                                                | 119,012,162            | 111,046,446                         | 7           | 118,921,033            | 111,009,668                         | 7           |
| Other Borrowings                                                      | 3,599,723              | 2,890,224                           | 25          | 3,599,723              | 3,392,140                           | 6           |
| Debt Securities Issued                                                | -                      | -                                   | -           | -                      | -                                   | -           |
| Current Tax Liabilities                                               | 454,316                | 639,359                             | (29)        | 482,727                | 666,345                             | (28)        |
| Deferred Tax Liabilities                                              | 944,969                | 789,849                             | 20          | 944,209                | 789,602                             | 20          |
| Other Liabilities                                                     | 7,039,317              | 5,483,425                           | 28          | 7,128,121              | 5,559,037                           | 28          |
| Due to Subsidiaries                                                   | -                      | -                                   | -           | -                      | -                                   | -           |
| Subordinated Term Debts                                               | 6,942,517              | 6,795,033                           | 2           | 6,943,778              | 6,797,308                           | 2           |
| <b>Total Liabilities</b>                                              | <b>154,685,218</b>     | <b>146,177,696</b>                  | <b>6</b>    | <b>154,258,575</b>     | <b>146,349,816</b>                  | <b>5</b>    |
| <b>Equity</b>                                                         |                        |                                     |             |                        |                                     |             |
| Stated Capital / Assigned Capital ( 230,607,283 Ordinary Shares)      | 5,101,369              | 5,101,369                           | -           | 5,101,369              | 5,101,369                           | -           |
| Statutory Reserve Fund                                                | 538,205                | 538,205                             | -           | 538,205                | 538,205                             | -           |
| Retained Earnings                                                     | 8,375,741              | 7,037,084                           | 19          | 9,597,425              | 8,143,054                           | 18          |
| AFS Reserve                                                           | 31,824                 | 111,897                             | (72)        | 31,824                 | 111,897                             | (72)        |
| Other Reserves                                                        | -                      | -                                   | -           | -                      | -                                   | -           |
| <b>Total Shareholders' Equity</b>                                     | <b>14,047,139</b>      | <b>12,788,555</b>                   | <b>10</b>   | <b>15,268,823</b>      | <b>13,894,525</b>                   | <b>10</b>   |
| <b>Total Equity and Liabilities</b>                                   | <b>168,732,357</b>     | <b>158,966,251</b>                  | <b>6</b>    | <b>169,527,398</b>     | <b>160,244,341</b>                  | <b>6</b>    |
| <b>Contingent Liabilities and Commitments</b>                         | <b>106,192,551</b>     | <b>98,688,631</b>                   | <b>8</b>    | <b>106,050,534</b>     | <b>98,799,150</b>                   | <b>7</b>    |
| <b>Memorandum Information</b>                                         |                        |                                     |             |                        |                                     |             |
| Number of Employees                                                   | 2,608                  | 2,528                               |             | 2,633                  | 2,562                               |             |
| Number of Branches                                                    | 92                     | 89                                  |             | 92                     | 89                                  |             |
| Number of Off-Site ATMs                                               | 39                     | 34                                  |             | 39                     | 34                                  |             |

**CERTIFICATION :**

I certify that these Financial Statements comply with the requirements of the Companies Act No.7 of 2007.

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(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.) K. N.J Balendra  
Chairman

.....  
(Sgd.) A.R. Rasiah  
Director

.....  
(Sgd.) R.N. K. Fernando  
Director / Chief Executive Officer

November 11, 2015  
Colombo

**NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES**  
**SELECTED PERFORMANCE INDICATORS (As per Regulatory Reporting)**

| Item                                                                                     | Bank                                 |                                      | Group      |                         |
|------------------------------------------------------------------------------------------|--------------------------------------|--------------------------------------|------------|-------------------------|
|                                                                                          | 30.09.2015                           | 31.12.2014<br>(Audited)              | 30.09.2015 | 31.12.2014<br>(Audited) |
| <b>Regulatory Capital Adequacy</b>                                                       |                                      |                                      |            |                         |
| Core Capital (Tier 1 Capital), Rs. '000                                                  | 12,200,122                           | 12,684,394                           | 13,296,696 | 13,780,962              |
| Total Capital Base, Rs. '000                                                             | 15,253,034                           | 16,695,595                           | 16,349,609 | 17,792,162              |
| Core Capital Adequacy Ratio, as % of Risk Weighted Assets<br>(Minimum Requirement, 5%)   | 11.43%                               | 13.25%                               | 12.31%     | 14.16%                  |
| Total Capital Adequacy Ratio, as % of Risk Weighted Assets<br>(Minimum Requirement, 10%) | 14.29%                               | 17.44%                               | 15.14%     | 18.28%                  |
| <b>Assets Quality (Quality of Loan Portfolio)</b>                                        |                                      |                                      |            |                         |
| Gross Non-Performing Advances Ratio, % (net of interest in<br>suspense)                  | 3.40%                                | 4.20%                                | 3.38%      | 4.14%                   |
| Net-Non Performing Advances,%(net of interest in suspense and<br>provision)              | 1.50%                                | 2.76%                                | 1.49%      | 2.73%                   |
| <b>Profitability</b>                                                                     |                                      |                                      |            |                         |
| Interest Margin, %                                                                       | 5.55%                                | 5.81%                                | -          | -                       |
| Return on Assets (before Tax), %                                                         | 2.28%                                | 2.39%                                | 2.40%      | 2.53%                   |
| Return on Equity, %                                                                      | 18.31%                               | 20.18%                               | 17.91%     | 19.76%                  |
| <b>Regulatory Liquidity</b>                                                              |                                      |                                      |            |                         |
| Statutory Liquid Assets, Rs. '000                                                        | 29,356,043                           | 29,476,263                           | -          | -                       |
| Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)                              |                                      |                                      |            |                         |
| Domestic Banking Unit                                                                    | 22.11%                               | 23.17%                               | -          | -                       |
| Off-Shore Banking Unit                                                                   | 33.43%                               | 58.48%                               | -          | -                       |
| Net Assets Value Per Share (Rs.)                                                         | 60.91                                | 55.46                                | 66.21      | 60.25                   |
| Market Price Per Share (Rs.)                                                             | <b>30.09.2015</b><br>(Quarter ended) | <b>30.09.2014</b><br>(Quarter ended) |            |                         |
| Highest                                                                                  | 107.90                               | 71.50                                |            |                         |
| Lowest                                                                                   | 96.50                                | 63.00                                |            |                         |
| Last Traded Price                                                                        | 97.20                                | 71.10                                |            |                         |



**NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY**

| <b>BANK</b>                                | <b>Stated Capital</b> | <b>Retained Earnings</b> | <b>Available for Sale Reserve</b> | <b>Statutory Reserve Fund</b> | <b>Investment Fund Account*</b> | <b>Total</b>      |
|--------------------------------------------|-----------------------|--------------------------|-----------------------------------|-------------------------------|---------------------------------|-------------------|
|                                            | <b>Rs. '000</b>       | <b>Rs. '000</b>          | <b>Rs. '000</b>                   | <b>Rs. '000</b>               | <b>Rs. '000</b>                 | <b>Rs. '000</b>   |
| <b>As at 01 January 2014</b>               | <b>5,101,369</b>      | <b>4,183,983</b>         | <b>-</b>                          | <b>419,305</b>                | <b>1,086,020</b>                | <b>10,790,677</b> |
| Profit For the Period                      | -                     | 1,853,881                | -                                 | -                             | -                               | 1,853,881         |
| Other Comprehensive Income                 | -                     | 74                       | -                                 | -                             | -                               | 74                |
| Total Comprehensive Income                 | -                     | 1,853,955                | -                                 | -                             | -                               | 1,853,955         |
| Dividend paid for 2013                     | -                     | (484,275)                | -                                 | -                             | -                               | (484,275)         |
| Transfers to the Investment Fund Account*  | -                     | (110,702)                | -                                 | -                             | 110,702                         | -                 |
| <b>As at 30 September 2014</b>             | <b>5,101,369</b>      | <b>5,442,961</b>         | <b>-</b>                          | <b>419,305</b>                | <b>1,196,722</b>                | <b>12,160,357</b> |
| <b>As at 01 January 2015</b>               | <b>5,101,369</b>      | <b>7,037,084</b>         | <b>111,897</b>                    | <b>538,205</b>                | <b>-</b>                        | <b>12,788,555</b> |
| Profit For the Period                      | -                     | 1,822,932                | -                                 | -                             | -                               | 1,822,932         |
| Other Comprehensive Income                 | -                     | -                        | (80,073)                          | -                             | -                               | (80,073)          |
| Total Comprehensive Income                 | -                     | 1,822,932                | (80,073)                          | -                             | -                               | 1,742,859         |
| Dividend paid for 2014                     | -                     | (484,275)                | -                                 | -                             | -                               | (484,275)         |
| Transfer from the Investment Fund Account* | -                     | -                        | -                                 | -                             | -                               | -                 |
| Transfers to the Reserve Fund              | -                     | -                        | -                                 | -                             | -                               | -                 |
| <b>As at 30 September 2015</b>             | <b>5,101,369</b>      | <b>8,375,741</b>         | <b>31,824</b>                     | <b>538,205</b>                | <b>-</b>                        | <b>14,047,139</b> |
| <b>GROUP</b>                               | <b>Stated Capital</b> | <b>Retained Earnings</b> | <b>Available for Sale Reserve</b> | <b>Statutory Reserve Fund</b> | <b>Investment Fund Account*</b> | <b>Total</b>      |
|                                            | <b>Rs. '000</b>       | <b>Rs. '000</b>          | <b>Rs. '000</b>                   | <b>Rs. '000</b>               | <b>Rs. '000</b>                 | <b>Rs. '000</b>   |
| <b>As at 01 January 2014</b>               | <b>5,101,369</b>      | <b>5,067,107</b>         | <b>-</b>                          | <b>419,305</b>                | <b>1,150,382</b>                | <b>11,738,163</b> |
| Profit For the Period                      | -                     | 1,987,339                | -                                 | -                             | -                               | 1,987,339         |
| Other Comprehensive Income                 | -                     | 74                       | -                                 | -                             | -                               | 74                |
| Total Comprehensive Income                 | -                     | 1,987,413                | -                                 | -                             | -                               | 1,987,413         |
| Dividend paid for 2013                     | -                     | (484,275)                | -                                 | -                             | -                               | (484,275)         |
| Transfers to the Investment Fund Account*  | -                     | (118,569)                | -                                 | -                             | 118,569                         | -                 |
| <b>As at 30 September 2014</b>             | <b>5,101,369</b>      | <b>6,451,676</b>         | <b>-</b>                          | <b>419,305</b>                | <b>1,268,951</b>                | <b>13,241,301</b> |
| <b>As at 01 January 2015</b>               | <b>5,101,369</b>      | <b>8,143,054</b>         | <b>111,897</b>                    | <b>538,205</b>                | <b>-</b>                        | <b>13,894,525</b> |
| Profit For the Period                      | -                     | 1,938,646                | -                                 | -                             | -                               | 1,938,646         |
| Other Comprehensive Income                 | -                     | -                        | (80,073)                          | -                             | -                               | (80,073)          |
| Total Comprehensive Income                 | -                     | 1,938,646                | (80,073)                          | -                             | -                               | 1,858,573         |
| Dividend paid for 2014                     | -                     | (484,275)                | -                                 | -                             | -                               | (484,275)         |
| Transfer from the Investment Fund Account* | -                     | -                        | -                                 | -                             | -                               | -                 |
| <b>As at 30 September 2015</b>             | <b>5,101,369</b>      | <b>9,597,425</b>         | <b>31,824</b>                     | <b>538,205</b>                | <b>-</b>                        | <b>15,268,823</b> |

The operations of Investment Fund Account (IFA) was ceased from 01 October 2014. Accordingly, as per Central Bank guidelines dated 31 July 2014 the remaining balance in IFA was transferred to retained earnings through the Statement of Changes in Equity.

**Nations Trust Bank PLC and Its Subsidiaries**  
**Statement of Cash Flows**  
**For the Period Ended 30 September**



|                                                                                    | Bank                |                     | Group               |                    |
|------------------------------------------------------------------------------------|---------------------|---------------------|---------------------|--------------------|
|                                                                                    | 2015<br>Rs. '000    | 2014<br>Rs. '000    | 2015<br>Rs. '000    | 2014<br>Rs. '000   |
| <b>Cash Flows from Operating Activities</b>                                        |                     |                     |                     |                    |
| Receipts of Interest Income                                                        | 11,243,789          | 11,365,911          | 11,408,892          | 11,518,097         |
| Receipts of Fees and Commission Income                                             | 2,397,956           | 2,081,259           | 2,504,677           | 2,188,272          |
| Payments of Interest Expense                                                       | (2,262,472)         | (5,770,589)         | (2,327,167)         | (5,774,714)        |
| Payments of Fees and Commission Expense                                            | (178,219)           | (181,465)           | (169,647)           | (177,077)          |
| Net Trading Income                                                                 | 131,981             | 390,305             | 131,981             | 390,305            |
| Receipts from Other Operating Income                                               | 206,885             | 232,417             | 189,764             | 205,758            |
| Gratuity Payments Made                                                             | (36,845)            | (16,345)            | (36,988)            | (18,900)           |
| Payments for Operating Expenses                                                    | (4,852,554)         | (4,588,579)         | (4,885,421)         | (4,631,205)        |
| <b>Net Cash Flow from Operating Activities before Income Tax (A)</b>               | <b>6,650,521</b>    | <b>3,512,914</b>    | <b>6,816,091</b>    | <b>3,700,536</b>   |
| Income Tax paid                                                                    | (658,258)           | (413,053)           | (709,686)           | (479,903)          |
| <b>Operating Profit before Changes in Operating Assets and Liabilities</b>         | <b>5,992,263</b>    | <b>3,099,861</b>    | <b>6,106,405</b>    | <b>3,220,633</b>   |
| <b>(Increase)/Decrease in Operating Assets</b>                                     |                     |                     |                     |                    |
| Reverse Repurchase Agreements                                                      | 10,936,962          | (18,464,469)        | 10,483,107          | (1,825,042)        |
| Derivative Financial Instruments                                                   | (528,189)           | 49,685              | (528,189)           | 49,685             |
| Financial Investments Held for Trading                                             | 11,403,621          | 4,689,834           | 11,452,205          | 4,735,606          |
| Financial Investments-Held to Maturity                                             | (2,616,791)         | (1,973,055)         | (2,617,723)         | (1,981,508)        |
| Financial Investments-Available for Sale                                           | (13,609,313)        | (218,014)           | (13,609,313)        | (218,014)          |
| Other Financial Assets                                                             | (1,490,941)         | (1,030,604)         | (1,547,035)         | 2,621,540          |
| Loans & Receivables to Other Customers                                             | (15,829,161)        | (8,655,953)         | (15,686,382)        | (8,120,372)        |
| Other Assets                                                                       | (554,398)           | (228,822)           | (558,807)           | (235,489)          |
| <b>(Increase)/Decrease in Operating Assets</b>                                     | <b>(12,288,210)</b> | <b>(25,831,398)</b> | <b>(12,612,137)</b> | <b>(4,973,594)</b> |
| <b>Increase/(Decrease) in Operating Liabilities</b>                                |                     |                     |                     |                    |
| Repurchase Agreements                                                              | (764,621)           | 2,005,990           | (310,765)           | (1,998,646)        |
| Due to Other Customers                                                             | 5,342,150           | 7,738,516           | 5,350,973           | 8,017,787          |
| Derivative Financial Instruments                                                   | 78,025              | (259,183)           | 78,025              | (259,183)          |
| Other Liabilities                                                                  | 1,491,456           | 580,371             | 1,530,983           | 527,801            |
| <b>Increase/(Decrease) in Operating Liabilities</b>                                | <b>6,147,010</b>    | <b>10,065,694</b>   | <b>6,649,216</b>    | <b>6,287,759</b>   |
| <b>Net Cash Flows from Operating Activities</b>                                    | <b>(148,937)</b>    | <b>(12,665,843)</b> | <b>143,484</b>      | <b>4,534,798</b>   |
| <b>Cash Flows from Investing Activities</b>                                        |                     |                     |                     |                    |
| Purchase of Property, Plant and Equipment                                          | (166,144)           | (318,852)           | (173,852)           | (320,089)          |
| Proceeds from Sale of Property, Plant and Equipment and Intangible Assets          | 3,456               | 941                 | 3,456               | 941                |
| Purchase of Intangible Assets                                                      | (103,759)           | (534,846)           | (105,600)           | (534,847)          |
|                                                                                    | <b>(266,447)</b>    | <b>(852,757)</b>    | <b>(275,996)</b>    | <b>(853,995)</b>   |
| <b>Cash Flows from Financing Activities</b>                                        |                     |                     |                     |                    |
| Net change in Debt issued and other Borrowed Funds                                 | (246,626)           | (456,787)           | (467,684)           | (1,038,169)        |
| Repayment of Subordinated Debt                                                     | -                   | (67,325)            | -                   | (67,325)           |
| Interest paid on Subordinated Debt                                                 | (502,960)           | (441,939)           | (502,960)           | (441,939)          |
| Dividends paid to Equity Holders of the Parent                                     | (484,275)           | (484,275)           | (484,275)           | (484,275)          |
|                                                                                    | <b>(1,233,861)</b>  | <b>(1,450,326)</b>  | <b>(1,454,919)</b>  | <b>(2,031,708)</b> |
| Net Increase in Cash and Cash Equivalents                                          | (1,649,247)         | 1,649,096           | (1,587,433)         | 1,649,095          |
| Cash and Cash Equivalents at the beginning of the period                           | 10,491,563          | 6,960,012           | 10,479,982          | 6,960,051          |
| <b>Cash and Cash Equivalents at the end of the period</b>                          | <b>8,842,316</b>    | <b>8,609,108</b>    | <b>8,892,549</b>    | <b>8,609,146</b>   |
| <b>Reconciliation of Cash and Cash Equivalents</b>                                 |                     |                     |                     |                    |
| Cash on Hand                                                                       | 3,845,985           | 3,552,747           | 3,845,998           | 3,573,541          |
| Statutory Deposit with the Central Bank of Sri Lanka                               | 4,620,487           | 3,983,231           | 4,620,487           | 3,983,231          |
| Balances with Banks                                                                | 583,090             | 463,848             | 633,310             | 443,092            |
| Money at Call and Short Notice                                                     | 105,017             | 935,269             | 105,017             | 935,269            |
| Deposits from Other Banks                                                          | (312,263)           | (325,987)           | (312,263)           | (325,987)          |
|                                                                                    | <b>8,842,316</b>    | <b>8,609,108</b>    | <b>8,892,549</b>    | <b>8,609,146</b>   |
| <b>A. Reconciliation of Operating Profit</b>                                       |                     |                     |                     |                    |
| Profit before Taxation                                                             | 2,734,270           | 2,791,535           | 2,898,709           | 2,980,940          |
| (Profit) / Loss on disposal of Property, Plant and Equipment and Intangible Assets | (3,370)             | (667)               | (3,370)             | (667)              |
| Impairment charge / (Reversal ) for Loans and Receivables                          | 809,816             | 789,516             | 809,846             | 788,965            |
| Provision for Gratuity                                                             | 81,477              | 75,933              | 82,100              | 77,325             |
| (Increase) / Decrease in Interest Receivable                                       | (716,240)           | (1,114,056)         | (715,370)           | (1,112,251)        |
| Increase/ (Decrease) in Interest Payable                                           | 3,232,954           | 763,796             | 3,231,037           | 760,482            |
| Increase / (Decrease) in Financial Guarantee Liabilities                           | (11,064)            | (2,589)             | (11,064)            | (2,589)            |
| Other Receivables                                                                  | 1,017               | 14,640              | 1,441               | 14,640             |
| Other Payables                                                                     | 36,633              | 143,942             | 36,633              | 143,942            |
| Other Non cash items                                                               | 521,877             | 67,209              | 523,117             | 68,649             |
| Gratuity Payments Made                                                             | (36,845)            | (16,345)            | (36,988)            | (18,900)           |
|                                                                                    | <b>6,650,521</b>    | <b>3,512,914</b>    | <b>6,816,091</b>    | <b>3,700,536</b>   |

NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES  
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS



|                                            | HFT at Fair Value |                   | Financial Derivatives at Fair Value |                   | HTM at Amortised Cost |                   | L & R at Amortised Cost |                    | AFS               |                   | Other Financial Liabilities at Amortised Cost |                    | Total              |                    |
|--------------------------------------------|-------------------|-------------------|-------------------------------------|-------------------|-----------------------|-------------------|-------------------------|--------------------|-------------------|-------------------|-----------------------------------------------|--------------------|--------------------|--------------------|
|                                            | 30.09.2015        | 31.12.2014        | 30.09.2015                          | 31.12.2014        | 30.09.2015            | 31.12.2014        | 30.09.2015              | 31.12.2014         | 30.09.2015        | 31.12.2014        | 30.09.2015                                    | 31.12.2014         | 30.09.2015         | 31.12.2014         |
| <b>BANK</b>                                |                   |                   |                                     |                   |                       |                   |                         |                    |                   |                   |                                               |                    |                    |                    |
| <b>Rs. '000</b>                            | <b>30.09.2015</b> | <b>31.12.2014</b> | <b>30.09.2015</b>                   | <b>31.12.2014</b> | <b>30.09.2015</b>     | <b>31.12.2014</b> | <b>30.09.2015</b>       | <b>31.12.2014</b>  | <b>30.09.2015</b> | <b>31.12.2014</b> | <b>30.09.2015</b>                             | <b>31.12.2014</b>  | <b>30.09.2015</b>  | <b>31.12.2014</b>  |
| <b>Assets</b>                              |                   |                   |                                     |                   |                       |                   |                         |                    |                   |                   |                                               |                    |                    |                    |
| Cash and Cash Equivalents                  | -                 | -                 | -                                   | -                 | -                     | -                 | 4,534,092               | 6,898,881          | -                 | -                 | -                                             | -                  | 4,534,092          | 6,898,881          |
| Balances with Central Bank of Sri Lanka    | -                 | -                 | -                                   | -                 | -                     | -                 | 4,620,487               | 3,992,118          | -                 | -                 | -                                             | -                  | 4,620,487          | 3,992,118          |
| Derivative Financial Instruments           | -                 | -                 | 656,242                             | 128,053           | -                     | -                 | -                       | -                  | -                 | -                 | -                                             | -                  | 656,242            | 128,053            |
| Reverse Repurchase Agreements              | -                 | -                 | -                                   | -                 | -                     | -                 | 263                     | 11,013,507         | -                 | -                 | -                                             | -                  | 263                | 11,013,507         |
| Financial Assets - Held for Trading        | 3,927,332         | 15,648,717        | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | -                                             | -                  | 3,927,332          | 15,648,717         |
| Other Financial Assets                     | -                 | -                 | -                                   | -                 | -                     | -                 | 5,351,216               | 3,820,746          | -                 | -                 | -                                             | -                  | 5,351,216          | 3,820,746          |
| Loans & Receivables to Banks               | -                 | -                 | -                                   | -                 | -                     | -                 | 570,000                 | -                  | -                 | -                 | -                                             | -                  | 570,000            | -                  |
| Loans & Receivables to Other Customers     | -                 | -                 | -                                   | -                 | -                     | -                 | 111,707,367             | 97,068,259         | -                 | -                 | -                                             | -                  | 111,707,367        | 97,068,259         |
| Financial Investments - Available-for-Sale | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | 17,827,550        | 4,329,449         | -                                             | -                  | 17,827,550         | 4,329,449          |
| Financial Assets - Held to Maturity        | -                 | -                 | -                                   | -                 | 12,726,842            | 9,586,218         | -                       | -                  | -                 | -                 | -                                             | -                  | 12,726,842         | 9,586,218          |
| <b>Total Financial Assets</b>              | <b>3,927,332</b>  | <b>15,648,717</b> | <b>656,242</b>                      | <b>128,053</b>    | <b>12,726,842</b>     | <b>9,586,218</b>  | <b>126,783,425</b>      | <b>122,793,511</b> | <b>17,827,550</b> | <b>4,329,449</b>  | <b>-</b>                                      | <b>-</b>           | <b>161,921,391</b> | <b>152,485,948</b> |
| <b>Liabilities</b>                         |                   |                   |                                     |                   |                       |                   |                         |                    |                   |                   |                                               |                    |                    |                    |
| Due to Banks                               | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 1,767,607                                     | 2,922,784          | 1,767,607          | 2,922,784          |
| Derivative Financial Instruments           | -                 | -                 | 244,395                             | 166,370           | -                     | -                 | -                       | -                  | -                 | -                 | -                                             | -                  | 244,395            | 166,370            |
| Repurchase Agreements                      | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 14,680,212                                    | 15,444,206         | 14,680,212         | 15,444,206         |
| Due to Other Customers                     | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 119,012,162                                   | 111,046,446        | 119,012,162        | 111,046,446        |
| Debt Issued and Other Borrowed Funds       | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 10,542,240                                    | 9,685,257          | 10,542,240         | 9,685,257          |
| <b>Total Financial Liabilities</b>         | <b>-</b>          | <b>-</b>          | <b>244,395</b>                      | <b>166,370</b>    | <b>-</b>              | <b>-</b>          | <b>-</b>                | <b>-</b>           | <b>-</b>          | <b>-</b>          | <b>146,002,221</b>                            | <b>139,098,693</b> | <b>146,246,616</b> | <b>139,265,063</b> |

**GROUP**

|                                            | HFT at Fair Value |                   | Financial Derivatives at Fair Value |                   | HTM at Amortised Cost |                   | L & R at Amortised Cost |                    | AFS               |                   | Other Financial Liabilities at Amortised Cost |                    | Total              |                    |
|--------------------------------------------|-------------------|-------------------|-------------------------------------|-------------------|-----------------------|-------------------|-------------------------|--------------------|-------------------|-------------------|-----------------------------------------------|--------------------|--------------------|--------------------|
|                                            | 30.09.2015        | 31.12.2014        | 30.09.2015                          | 31.12.2014        | 30.09.2015            | 31.12.2014        | 30.09.2015              | 31.12.2014         | 30.09.2015        | 31.12.2014        | 30.09.2015                                    | 31.12.2014         | 30.09.2015         | 31.12.2014         |
| <b>Rs. '000</b>                            | <b>30.09.2015</b> | <b>31.12.2014</b> | <b>30.09.2015</b>                   | <b>31.12.2014</b> | <b>30.09.2015</b>     | <b>31.12.2014</b> | <b>30.09.2015</b>       | <b>31.12.2014</b>  | <b>30.09.2015</b> | <b>31.12.2014</b> | <b>30.09.2015</b>                             | <b>31.12.2014</b>  | <b>30.09.2015</b>  | <b>31.12.2014</b>  |
| <b>Assets</b>                              |                   |                   |                                     |                   |                       |                   |                         |                    |                   |                   |                                               |                    |                    |                    |
| Cash and Cash Equivalents                  | -                 | -                 | -                                   | -                 | -                     | -                 | 4,534,635               | 6,899,905          | -                 | -                 | -                                             | -                  | 4,534,635          | 6,899,905          |
| Balances with Central Bank of Sri Lanka    | -                 | -                 | -                                   | -                 | -                     | -                 | 4,620,487               | 3,992,118          | -                 | -                 | -                                             | -                  | 4,620,487          | 3,992,118          |
| Derivative Financial Instruments           | -                 | -                 | 656,242                             | 128,053           | -                     | -                 | -                       | -                  | -                 | -                 | -                                             | -                  | 656,242            | 128,053            |
| Reverse Repurchase Agreements              | -                 | -                 | -                                   | -                 | -                     | -                 | 263                     | 11,013,507         | -                 | -                 | -                                             | -                  | 263                | 11,013,507         |
| Financial Assets - Held for Trading        | 3,927,332         | 15,700,388        | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | -                                             | -                  | 3,927,332          | 15,700,388         |
| Other Financial Assets                     | -                 | -                 | -                                   | -                 | -                     | -                 | 5,351,216               | 3,820,746          | -                 | -                 | -                                             | -                  | 5,351,216          | 3,820,746          |
| Loans & Receivables to Banks               | -                 | -                 | -                                   | -                 | -                     | -                 | 570,000                 | -                  | -                 | -                 | -                                             | -                  | 570,000            | -                  |
| Loans and Advances to Customers            | -                 | -                 | -                                   | -                 | -                     | -                 | 112,565,419             | 98,347,049         | -                 | -                 | -                                             | -                  | 112,565,419        | 98,347,049         |
| Financial Investments - Available-for-Sale | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | 17,827,550        | 4,329,449         | -                                             | -                  | 17,827,550         | 4,329,449          |
| Financial Assets - Held to Maturity        | -                 | -                 | -                                   | -                 | 12,795,741            | 9,653,000         | -                       | -                  | -                 | -                 | -                                             | -                  | 12,795,741         | 9,653,000          |
| <b>Total Financial Assets</b>              | <b>3,927,332</b>  | <b>15,700,388</b> | <b>656,242</b>                      | <b>128,053</b>    | <b>12,795,741</b>     | <b>9,653,000</b>  | <b>127,642,020</b>      | <b>124,073,325</b> | <b>17,827,550</b> | <b>4,329,449</b>  | <b>-</b>                                      | <b>-</b>           | <b>162,848,885</b> | <b>153,884,215</b> |
| <b>Liabilities</b>                         |                   |                   |                                     |                   |                       |                   |                         |                    |                   |                   |                                               |                    |                    |                    |
| Due to Banks                               | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 1,767,607                                     | 2,922,784          | 1,767,607          | 2,922,784          |
| Derivative Financial Instruments           | -                 | -                 | 244,395                             | 166,370           | -                     | -                 | -                       | -                  | -                 | -                 | -                                             | -                  | 244,395            | 166,370            |
| Repurchase Agreements                      | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 14,226,981                                    | 15,046,562         | 14,226,981         | 15,046,562         |
| Due to Other Customers                     | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 118,921,033                                   | 111,009,668        | 118,921,033        | 111,009,668        |
| Debt Issued and Other Borrowed Funds       | -                 | -                 | -                                   | -                 | -                     | -                 | -                       | -                  | -                 | -                 | 10,543,501                                    | 10,189,448         | 10,543,501         | 10,189,448         |
| <b>Total Financial Liabilities</b>         | <b>-</b>          | <b>-</b>          | <b>244,395</b>                      | <b>166,370</b>    | <b>-</b>              | <b>-</b>          | <b>-</b>                | <b>-</b>           | <b>-</b>          | <b>-</b>          | <b>145,459,122</b>                            | <b>139,168,462</b> | <b>145,703,517</b> | <b>139,334,832</b> |

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

(AS PER THE CIRCULAR NO.02/17/900/0001/004 DATED ON OCTOBER 11, 2013 ISSUED BY THE CENTRAL BANK OF SRI LANKA)

|                                                                                               | Bank                   |                                     | Group                  |                                     |
|-----------------------------------------------------------------------------------------------|------------------------|-------------------------------------|------------------------|-------------------------------------|
|                                                                                               | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) |
| <b>(1) Loans and Receivables To Other Customers</b>                                           |                        |                                     |                        |                                     |
| <b>Gross Loans and Receivables</b>                                                            | <b>112,143,126</b>     | <b>97,200,303</b>                   | <b>113,000,938</b>     | <b>98,478,822</b>                   |
| (Less) : Individual Impairment                                                                | (821,451)              | (383,237)                           | (821,451)              | (383,237)                           |
| Collective Impairment                                                                         | (1,577,746)            | (1,553,360)                         | (1,577,506)            | (1,553,089)                         |
| <b>Net Loans and Advances including those designated at Fair Value through Profit or Loss</b> | <b>109,743,929</b>     | <b>95,263,706</b>                   | <b>110,601,981</b>     | <b>96,542,496</b>                   |
| (Less) : Loans and Advances designated at Fair Value through Profit or Loss                   | -                      | -                                   | -                      | -                                   |
| <b>Net Loans and Advances</b>                                                                 | <b>109,743,929</b>     | <b>95,263,706</b>                   | <b>110,601,981</b>     | <b>96,542,496</b>                   |
| <b>Staff Loans</b>                                                                            | <b>2,559,835</b>       | <b>2,491,861</b>                    | <b>2,559,835</b>       | <b>2,491,861</b>                    |
| Less : Allowance for Day 1 Difference                                                         | (596,397)              | (687,308)                           | (596,397)              | (687,308)                           |
|                                                                                               | <b>1,963,438</b>       | <b>1,804,553</b>                    | <b>1,963,438</b>       | <b>1,804,553</b>                    |
|                                                                                               | <b>111,707,367</b>     | <b>97,068,259</b>                   | <b>112,565,419</b>     | <b>98,347,049</b>                   |
| <b>(2) Gross Loans and Receivables to Other Customers -By Product</b>                         |                        |                                     |                        |                                     |
|                                                                                               |                        |                                     |                        |                                     |
| <b>By Product -Domestic Currency</b>                                                          |                        |                                     |                        |                                     |
| Bills of Exchange                                                                             | 7,349                  | 46,132                              | 7,349                  | 46,132                              |
| Overdrafts                                                                                    | 23,979,681             | 19,041,870                          | 23,979,681             | 19,041,870                          |
| Term Loans                                                                                    | 35,279,694             | 27,637,790                          | 35,279,694             | 27,637,790                          |
| Staff Loans                                                                                   | 2,559,835              | 2,491,861                           | 2,559,835              | 2,491,861                           |
| Leases                                                                                        | 28,364,118             | 25,695,994                          | 28,364,118             | 25,695,994                          |
| Credit Cards                                                                                  | 12,913,529             | 12,066,137                          | 12,913,529             | 12,066,137                          |
| Pawning Advance                                                                               | 658,218                | 1,261,819                           | 658,218                | 1,261,819                           |
| Corporate Debt Securities                                                                     | 1,751,522              | 1,531,212                           | 1,751,522              | 1,531,212                           |
| Housing Loans                                                                                 | 1,292,210              | 1,310,648                           | 1,292,210              | 1,310,648                           |
| Other Advances                                                                                | 3,740,338              | 3,574,905                           | 4,598,150              | 4,853,427                           |
| <b>Sub Total</b>                                                                              | <b>110,546,494</b>     | <b>94,658,368</b>                   | <b>111,404,306</b>     | <b>95,936,890</b>                   |
| <b>By Product -Foreign Currency</b>                                                           |                        |                                     |                        |                                     |
| Overdrafts                                                                                    | 71,682                 | 188,996                             | 71,682                 | 188,993                             |
| Term Loans                                                                                    | 1,290,988              | 1,718,025                           | 1,290,988              | 1,718,025                           |
| Other Advances                                                                                | 2,793,797              | 3,126,775                           | 2,793,797              | 3,126,775                           |
| <b>Sub Total</b>                                                                              | <b>4,156,467</b>       | <b>5,033,796</b>                    | <b>4,156,467</b>       | <b>5,033,793</b>                    |
| <b>Total</b>                                                                                  | <b>114,702,961</b>     | <b>99,692,164</b>                   | <b>115,560,773</b>     | <b>100,970,683</b>                  |

NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES  
 ADDITIONAL QUARTERLY DISCLOSURES ( Contd')

(AS PER THE CIRCULAR NO.02/17/900/0001/004 DATED ON OCTOBER 11, 2013 ISSUED BY THE CENTRAL BANK OF SRI LANKA)

(3) Movements in Individual and Collective Impairment during the period for Loans and Receivables to Banks and Other Customers

|                                        | Bank                   |                                     | Group                  |                                     |
|----------------------------------------|------------------------|-------------------------------------|------------------------|-------------------------------------|
|                                        | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) |
| <b>Individual Impairment</b>           |                        |                                     |                        |                                     |
| Opening Balance                        | 383,237                | 620,978                             | 383,237                | 620,978                             |
| Charge/ (Reversal) to Income Statement | 438,214                | (237,741)                           | 438,214                | (237,741)                           |
| <b>Closing Balance</b>                 | <b>821,451</b>         | <b>383,237</b>                      | <b>821,451</b>         | <b>383,237</b>                      |
| <b>Collective Impairment</b>           |                        |                                     |                        |                                     |
| Opening Balance                        | 1,553,360              | 1,154,216                           | 1,553,089              | 1,153,263                           |
| Charge/ (Reversal) to Income Statement | 352,407                | 1,394,471                           | 352,438                | 1,395,153                           |
| Amounts written off during the Period  | (328,021)              | (995,327)                           | (328,021)              | (995,327)                           |
| <b>Closing Balance</b>                 | <b>1,577,746</b>       | <b>1,553,360</b>                    | <b>1,577,506</b>       | <b>1,553,089</b>                    |
| <b>Total Impairment</b>                | <b>2,399,197</b>       | <b>1,936,597</b>                    | <b>2,398,957</b>       | <b>1,936,326</b>                    |

(4) Due to Other Customers -By Product

|                                      | Bank                   |                                     | Group                  |                                     |
|--------------------------------------|------------------------|-------------------------------------|------------------------|-------------------------------------|
|                                      | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) | 30.09.2015<br>Rs. '000 | 31.12.2014<br>Rs. '000<br>(Audited) |
| <b>By Product -Domestic Currency</b> |                        |                                     |                        |                                     |
| Demand Deposits                      | 13,261,779             | 11,889,763                          | 13,170,650             | 11,852,985                          |
| Savings Deposits                     | 21,370,656             | 17,784,373                          | 21,370,656             | 17,784,373                          |
| Call Deposits                        | 366,660                | 364,217                             | 366,660                | 364,217                             |
| Fixed Deposits                       | 66,512,950             | 61,987,694                          | 66,512,950             | 61,987,694                          |
| Certificate of Deposits              | 2,323,281              | 1,758,927                           | 2,323,281              | 1,758,927                           |
| <b>Sub Total</b>                     | <b>103,835,326</b>     | <b>93,784,974</b>                   | <b>103,744,197</b>     | <b>93,748,196</b>                   |
| <b>By Product -Foreign Currency</b>  |                        |                                     |                        |                                     |
| Demand Deposits                      | 602,381                | 4,129,082                           | 602,381                | 4,129,082                           |
| Savings Deposits                     | 4,319,215              | 3,272,078                           | 4,319,215              | 3,272,078                           |
| Call Deposits                        | 836                    | 1,632                               | 836                    | 1,632                               |
| Fixed Deposits                       | 10,254,404             | 9,858,680                           | 10,254,404             | 9,858,680                           |
| <b>Sub Total</b>                     | <b>15,176,836</b>      | <b>17,261,472</b>                   | <b>15,176,836</b>      | <b>17,261,472</b>                   |
| <b>Total</b>                         | <b>119,012,162</b>     | <b>111,046,446</b>                  | <b>118,921,033</b>     | <b>111,009,668</b>                  |

## DEBENTURE INFORMATION

The rated unsecured subordinated redeemable debentures 2011/16 and 2013/18 of the Bank are listed in the Colombo Stock Exchange.



| Debenture Categories                                       | CSE Listing       | Interest Payable Frequency | Balance as at 30.09.2015<br>Rs. '000 | Balance as at 30.09.2014<br>Rs. '000 | Market Values for the Quarter ended 30.09.2015 |            |                | Interest Rates |                          | Interest Rate of Comparable Government Security |              | Other Ratios as at date of last trade |                     |
|------------------------------------------------------------|-------------------|----------------------------|--------------------------------------|--------------------------------------|------------------------------------------------|------------|----------------|----------------|--------------------------|-------------------------------------------------|--------------|---------------------------------------|---------------------|
|                                                            |                   |                            |                                      |                                      | Highest Rs.                                    | Lowest Rs. | Period End Rs. | Coupon Rate %  | Effective Annual Yield % | 30.09.2015 %                                    | 30.09.2014 % | Interest Yield %                      | Yield to Maturity % |
| Fixed Rate                                                 | NTBD0163          | Semi -Annually             | 1,525,000                            | 1,525,000                            | Not traded                                     |            |                | 11.50          | 11.83                    | 7.26                                            | 6.17         | Not traded                            |                     |
| Fixed Rate                                                 | NTBD0164          | Semi -Annually             | 200,000                              | 200,000                              | Not traded                                     |            |                | 11.00          | 11.30                    | 7.26                                            | 6.17         | Not traded                            |                     |
| Fixed Rate                                                 | NTBD0165          | Semi -Annually             | 275,000                              | 275,000                              | Not traded                                     |            |                | 11.50          | 11.83                    | 7.26                                            | 6.17         | Not traded                            |                     |
| Fixed Rate                                                 | NTBD0266          | Semi -Annually             | 3,000,000                            | 3,000,000                            | Not traded                                     |            |                | 13.00          | 13.42                    | 8.82                                            | 6.55         | Not traded                            |                     |
| <b>Total Debentures</b>                                    |                   |                            | <b>5,000,000</b>                     | <b>5,000,000</b>                     |                                                |            |                |                |                          |                                                 |              |                                       |                     |
| <b>Ratios of Debt</b>                                      |                   |                            |                                      |                                      |                                                |            |                |                |                          |                                                 |              |                                       |                     |
|                                                            | <b>30.09.2015</b> | <b>30.09.2014</b>          |                                      |                                      |                                                |            |                |                |                          |                                                 |              |                                       |                     |
| * Debt / Equity Ratio %                                    | 49.42%            | 55.88%                     |                                      |                                      |                                                |            |                |                |                          |                                                 |              |                                       |                     |
| Interest Cover (Times)                                     | 6.14              | 6.27                       |                                      |                                      |                                                |            |                |                |                          |                                                 |              |                                       |                     |
| * All Subordinated debt are considered as Debt (numerator) |                   |                            |                                      |                                      |                                                |            |                |                |                          |                                                 |              |                                       |                     |

**NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES**  
**SEGMENT INFORMATION**



| Operating Segments<br>Rs. '000                          | Bank               |                    | Treasury Functions |                   | Others           |                  | Unallocated/ Eliminations |                    | Total Group        |                    |
|---------------------------------------------------------|--------------------|--------------------|--------------------|-------------------|------------------|------------------|---------------------------|--------------------|--------------------|--------------------|
|                                                         | 30.09.2015         | 30.09.2014         | 30.09.2015         | 30.09.2014        | 30.09.2015       | 30.09.2014       | 30.09.2015                | 30.09.2014         | 30.09.2015         | 30.09.2014         |
| <b>Operating income</b>                                 | <b>7,029,027</b>   | <b>6,711,150</b>   | <b>1,995,652</b>   | <b>2,105,179</b>  | <b>246,186</b>   | <b>276,146</b>   | <b>(65,748)</b>           | <b>(77,308)</b>    | <b>9,205,115</b>   | <b>9,015,168</b>   |
| Impairment Charge/(Reversal ) for Loans and Receivables | 809,816            | 789,516            | -                  | -                 | -                | -                | 31                        | (551)              | 809,847            | 788,965            |
| <b>Net Operating income</b>                             | <b>6,219,211</b>   | <b>5,921,634</b>   | <b>1,995,652</b>   | <b>2,105,179</b>  | <b>246,186</b>   | <b>276,146</b>   | <b>(65,780)</b>           | <b>(76,757)</b>    | <b>8,395,268</b>   | <b>8,226,203</b>   |
| <b>Extracts of results</b>                              |                    |                    |                    |                   |                  |                  |                           |                    |                    |                    |
| Interest Income                                         | 9,349,506          | 9,716,518          | 2,833,135          | 3,216,361         | 128,179          | 251,785          | (55,388)                  | (65,544)           | 12,255,432         | 13,119,121         |
| Inter Segment                                           | (573,349)          | (255,340)          | 573,349            | 255,340           | -                | -                | -                         | -                  | -                  | 0.00               |
| Interest Expense                                        | (4,199,839)        | (4,915,845)        | (1,301,992)        | (1,564,867)       | (25,515)         | (97,843)         | 44,573                    | 37,048             | (5,482,773)        | (6,541,508)        |
| <b>Net Interest Income</b>                              | <b>4,576,318</b>   | <b>4,545,333</b>   | <b>2,104,492</b>   | <b>1,906,834</b>  | <b>102,665</b>   | <b>153,942</b>   | <b>(10,815)</b>           | <b>(28,496)</b>    | <b>6,772,659</b>   | <b>6,577,613</b>   |
| Fees and Commission Income                              | 2,421,284          | 2,155,860          | -                  | -                 | 153,843          | 142,853          | (54,623)                  | (106,891)          | 2,520,504          | 2,191,822          |
| Fees and Commission Expense                             | (157,158)          | (181,456)          | (7,084)            | (29,368)          | (8,736)          | (4,656)          | (5,249)                   | 33,812             | (178,228)          | (181,668)          |
| <b>Net Fee and Commission Income</b>                    | <b>2,264,126</b>   | <b>1,974,404</b>   | <b>(7,084)</b>     | <b>(29,368)</b>   | <b>145,106</b>   | <b>138,197</b>   | <b>(59,872)</b>           | <b>(73,079)</b>    | <b>2,342,276</b>   | <b>2,010,154</b>   |
| Net Trading Income                                      | -                  | -                  | (107,640)          | 221,560           | (1,586)          | (15,993)         | 6,635                     | (0)                | (102,590)          | 205,567            |
| Other Operating Income                                  | 188,583            | 191,413            | 5,884              | 6,154             | -                | -                | (1,696)                   | 24,268             | 192,770            | 221,834            |
| Depreciation of Property, Plant and Equipment           | 160,937            | 125,733            | 796                | 723               | 10,375           | 8,723            | 111,901                   | 86,887             | 284,009            | 222,067            |
| Amortization of Intangible Assets                       | 23,084             | 22,454             | 9,113              | 9,210             | 3,102            | 2,093            | 143,976                   | 76,482             | 179,274            | 110,239            |
| Other Expenses                                          |                    |                    |                    |                   |                  |                  |                           |                    |                    |                    |
| <b>Segment Profit / (Loss) before Value Added Tax</b>   | <b>1,860,956</b>   | <b>1,726,082</b>   | <b>1,549,136</b>   | <b>1,792,618</b>  | <b>189,459</b>   | <b>211,192</b>   | <b>(144,023)</b>          | <b>(175,904)</b>   | <b>3,455,528</b>   | <b>3,553,987</b>   |
| Value Added Tax & Income Tax Expense                    |                    |                    |                    |                   | (55,766)         | (65,123)         | (1,461,116)               | (1,501,525)        | (1,516,882)        | (1,566,648)        |
| <b>Profit for the year</b>                              | <b>1,860,956</b>   | <b>1,726,082</b>   | <b>1,549,136</b>   | <b>1,792,618</b>  | <b>133,693</b>   | <b>146,069</b>   | <b>(1,605,139)</b>        | <b>(1,677,429)</b> | <b>1,938,646</b>   | <b>1,987,339</b>   |
| <b>Capital Expenditures</b>                             |                    |                    |                    |                   |                  |                  |                           |                    |                    |                    |
| Property and Equipment                                  | 124,179            | 213,878            | 1,408              | 149               | -                | -                | 48,265                    | 106,062            | 173,852            | 320,089            |
| Other Intangible Assets                                 | 20,400             | 959                | -                  | -                 | -                | -                | 85,200                    | 533,888            | 105,600            | 534,847            |
| <b>Total Assets</b>                                     | <b>114,811,674</b> | <b>90,141,604</b>  | <b>48,725,711</b>  | <b>57,297,270</b> | <b>2,142,053</b> | <b>3,424,235</b> | <b>3,847,960</b>          | <b>2,628,262</b>   | <b>169,527,398</b> | <b>153,491,372</b> |
| <b>Total Liabilities</b>                                | <b>122,474,345</b> | <b>106,968,838</b> | <b>31,510,070</b>  | <b>30,159,993</b> | <b>258,532</b>   | <b>1,679,115</b> | <b>15,628</b>             | <b>1,442,125</b>   | <b>154,258,575</b> | <b>140,250,071</b> |

## NATIONS TRUST BANK PLC AND ITS SUBSIDIARIES



### **Explanatory Notes:**

(1) The Group figures include those of the Subsidiaries, Waldock Mackenzie Limited, Allied Properties Limited and Nations 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 31 December 2014.

(4) The Finance Act relating to Super Gains Tax (SGT) was legislated on the 30th of October 2015. Since it had not been approved by Parliament as at the reporting date, the Group has not accounted for the liability in the Financial Statements as at 30 September 2015. The impact on the Bank's Financial Statement has been determined to be Rs. 733.6 Mn (Group Rs. 820.5 Mn) The bill requires the charge to be an expenditure in the financial statement relating to the year of assessment, which commenced on April 1, 2013. The SGT is payable in three equal instalments. The first installment was paid on 30/10/15, the second is due by 30/11, and the final is payable by 31/12/15

(5) There are no material changes to contingent assets and liabilities since 30 September 2015 and the balances reflected are arising from transactions carried out in the normal course of Banking Business.

(6) No material events have taken place since 30 September 2015 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.



**NATIONS TRUST BANK PLC**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2015**



**Twenty largest Shareholders**

| <b>Name of the Shareholder</b>                                                                          | <b>No. of Shares</b> | <b>%</b>       |
|---------------------------------------------------------------------------------------------------------|----------------------|----------------|
| John Keells Holdings PLC                                                                                | 46,121,536           | 20.00%         |
| Hwic Asia Fund                                                                                          | 34,591,092           | 15.00%         |
| Mackinnons Keells Limited                                                                               | 22,830,159           | 9.90%          |
| Central Finance Company PLC A/C No 03                                                                   | 20,715,400           | 8.98%          |
| CF Growth Fund Ltd A/C No.01                                                                            | 14,813,273           | 6.42%          |
| Janashakthi General Insurance Limited                                                                   | 13,125,244           | 5.69%          |
| CF Insurance Brokers (Pvt) Ltd                                                                          | 10,592,857           | 4.59%          |
| HSBC Intl Nom Ltd - Ssbt - National Westminster Bank PLC As Depository Of First State Asia Pacific Fund | 6,535,655            | 2.83%          |
| Commercial Bank Of Ceylon PLC/Janashakthi Limited                                                       | 4,425,123            | 1.92%          |
| Janashakthi Insurance PLC (Policy Holders)                                                              | 4,091,107            | 1.77%          |
| Hatton National Bank PLC A/C No 1                                                                       | 3,703,543            | 1.61%          |
| Mr. Hashim                                                                                              | 2,600,000            | 1.13%          |
| Bank Of Ceylon-No2 A/C                                                                                  | 1,546,100            | 0.67%          |
| Mr.Somaiya                                                                                              | 1,320,624            | 0.57%          |
| Timex Garments (Pvt) Ltd                                                                                | 1,238,465            | 0.54%          |
| AIA Insurance Lanka PLC A/C No.07                                                                       | 1,201,170            | 0.52%          |
| Deutsche Bank AG as Trustee for Namal Acuity Value Fund                                                 | 1,200,000            | 0.52%          |
| The Ceylon Investment PLC A/C # 02                                                                      | 1,088,595            | 0.47%          |
| Malship Ceylon Limited                                                                                  | 1,063,857            | 0.46%          |
| Seylan Bank Plc./Janashakthi Limited                                                                    | 1,032,315            | 0.45%          |
|                                                                                                         | 193,836,115          | 84.05%         |
| Others                                                                                                  | 36,771,168           | 15.95%         |
| <b>Total</b>                                                                                            | <b>230,607,283</b>   | <b>100.00%</b> |

|                                                        | <b>30.09.2015</b> |        |
|--------------------------------------------------------|-------------------|--------|
| Number of shareholders representing the public holding | 6,460             | 34.84% |

**Directors' holding in shares as at 30 September 2015**

| <b>Name of Director</b>                | <b>No of Shares</b> |
|----------------------------------------|---------------------|
| Mr. K.N.J.Balendra                     | 107,700             |
| Mr. A.R. Rasiah                        | 18,804              |
| Mrs. R.N. K. Fernando (Director / CEO) | 68,700              |
| Mr.K.O.V.S.M.S. Wijesinghe             | 39,650              |
| Mr. J.G.A. Cooray                      | 8,400               |
| 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. C.L.K.P. Jayasuriya                | -                   |
| Mr. H Raghavan                         | -                   |