



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

**Company Number PQ 118**

## **INTERIM FINANCIAL STATEMENTS**

**For the Three months ended March 31, 2016**

NATIONS TRUST BANK PLC  
INCOME STATEMENT



	Bank			Group		
	Three months ended 31 March			Three months ended 31 March		
	2016 Rs. '000	2015 Rs. '000	Change (%)	2016 Rs. '000	2015 Rs. '000	Change (%)
<b>Gross Income</b>	<b>5,450,572</b>	<b>4,791,900</b>	<b>14</b>	<b>5,492,760</b>	<b>4,861,265</b>	<b>13</b>
Interest Income	4,498,228	3,990,721	13	4,522,682	4,025,730	12
Less : Interest Expense	(2,343,481)	(1,781,018)	(32)	(2,334,833)	(1,781,146)	(31)
<b>Net Interest Income</b>	<b>2,154,747</b>	<b>2,209,703</b>	<b>(2)</b>	<b>2,187,849</b>	<b>2,244,584</b>	<b>(3)</b>
Fees and Commission Income	828,399	807,901	3	846,124	843,063	-
Less : Fees and Commission Expense	(62,792)	(60,266)	(4)	(64,465)	(61,622)	(5)
<b>Net Fees and Commission Income</b>	<b>765,607</b>	<b>747,635</b>	<b>2</b>	<b>781,659</b>	<b>781,441</b>	<b>-</b>
Net Trading Income / (Expense)	58,447	(75,224)	178	58,447	(76,030)	177
Other Operating Income	65,498	68,502	(4)	65,507	68,502	(4)
<b>Total Operating Income</b>	<b>3,044,299</b>	<b>2,950,616</b>	<b>3</b>	<b>3,093,462</b>	<b>3,018,497</b>	<b>2</b>
Impairment Charge /(Reversal ) for Loans and Receivables and Available for Sale on Financial Assets	200,230	534,483	63	200,585	535,319	63
Individual Impairment - Loans and Advances	81,492	395,396	79	81,492	395,396	79
Collective Impairment - Loans and Advances	117,694	134,168	12	118,049	135,004	13
Others - Charges Receivable	1,044	4,919	79	1,044	4,919	79
<b>Net Operating Income</b>	<b>2,844,069</b>	<b>2,416,133</b>	<b>18</b>	<b>2,892,877</b>	<b>2,483,178</b>	<b>16</b>
<b>Less : Expenses</b>						
Personnel Expenses	769,444	657,686	(17)	775,869	665,225	(17)
Depreciation of Property, Plant and Equipment	86,710	86,912	-	90,269	90,350	-
Amortization of Intangible Assets	65,190	60,773	(7)	65,968	61,471	(7)
Other Operating Expenses	883,776	760,765	(16)	874,534	755,631	(16)
<b>Total Operating Expenses</b>	<b>1,805,120</b>	<b>1,566,136</b>	<b>(15)</b>	<b>1,806,640</b>	<b>1,572,677</b>	<b>(15)</b>
<b>Operating Profit Before Value Added Tax (VAT) &amp; NBT</b>	<b>1,038,949</b>	<b>849,997</b>	<b>22</b>	<b>1,086,237</b>	<b>910,501</b>	<b>19</b>
Less : Value Added Tax (VAT) on Financial Services & NBT	193,368	161,755	(20)	195,957	164,808	(19)
<b>Profit Before Income Tax</b>	<b>845,581</b>	<b>688,242</b>	<b>23</b>	<b>890,280</b>	<b>745,693</b>	<b>19</b>
Less : Income Tax Expense	287,501	238,291	(21)	298,056	252,973	(18)
<b>Profit for the Period</b>	<b>558,080</b>	<b>449,951</b>	<b>24</b>	<b>592,224</b>	<b>492,720</b>	<b>20</b>
<b>Earnings Per Share</b>						
Basic / Diluted Earnings Per Share (Rs.)	2.42	1.95	24	2.57	2.14	20

**NATIONS TRUST BANK PLC**  
**STATEMENT OF COMPREHENSIVE INCOME**



	Bank			Group		
	Three months ended 31 March			Three months ended 31 March		
	2016 Rs. '000	2015 Rs. '000	Change (%)	2016 Rs. '000	2015 Rs. '000	Change (%)
<b>Profit for the period</b>	558,080	449,951	24	592,224	492,720	20
<b>Other Comprehensive Income to be reclassified to profit or loss in subsequent period:</b>						
Net gains / (loss) on re-measuring available-for-sale financial assets	(478,410)	(44,567)	(973)	(478,410)	(44,567)	(973)
Net income tax charge / (reversal) relating to components of re-measuring available-for-sale financial assets	133,955	12,479	973	133,955	12,479	973
	<u>(344,455)</u>	<u>(32,088)</u>	(973)	<u>(344,455)</u>	<u>(32,088)</u>	(973)
<b>Other Comprehensive Income not to be reclassified to profit or loss in subsequent period:</b>						
Actuarial gain / (loss) on defined benefit plan	-	-	-	-	-	-
Net income tax charge / (reversal) relating to components of defined benefit plan	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	-	<u>-</u>	<u>-</u>	-
<b>Other Comprehensive Income for the Period, Net of Tax</b>	<u>(344,455)</u>	<u>(32,088)</u>	(973)	<u>(344,455)</u>	<u>(32,088)</u>	(973)
<b>Total Comprehensive Income for the Period, Net of Tax</b>	<u>213,625</u>	<u>417,863</u>	(49)	<u>247,769</u>	<u>460,632</u>	(46)
Attributable to:						
<b>Equity holders of the parent</b>	<u>213,625</u>	<u>417,863</u>	(49)	<u>247,769</u>	<u>460,632</u>	(46)

NATIONS TRUST BANK PLC  
STATEMENT OF FINANCIAL POSITION



As at	Bank			Group		
	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	Change %	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	Change %
<b>On Balance Sheet Assets</b>						
Cash and Cash Equivalents	4,914,994	6,392,393	(23)	4,915,038	6,392,437	(23)
Balances with Central Bank of Sri Lanka	6,993,498	5,283,866	32	6,993,498	5,283,866	32
Placements with Banks	-	-		-	-	
Derivative Financial Instruments	556,698	554,030	-	556,698	554,030	-
Reverse Repurchase Agreements	935,717	302,249	210	935,717	302,249	210
Other Financial Assets Held-for-Trading	1,103,894	2,044,144	(46)	1,103,894	2,044,144	(46)
Other Financial Assets	6,537,138	6,511,361	-	6,537,138	6,511,361	-
Financial Assets Designated at Fair Value through Profit or Loss	-	-		-	-	
Loans & Receivables to Banks	-	-		-	-	
Loans & Receivables to Other Customers	121,651,863	120,314,568	1	122,488,714	121,143,065	1
Financial Investments - Available-for-Sale	19,934,915	16,532,917	21	19,934,915	16,532,917	21
Financial Investments - Held-to-Maturity	12,747,623	12,675,717	1	12,817,194	12,743,763	1
Investments in Subsidiaries	678,710	678,710	-	-	-	
Investments in Associates and Joint Ventures	-	-		-	-	
Property, Plant & Equipment	1,650,469	1,672,448	(1)	2,117,847	2,143,187	(1)
Investment Properties	-	-		-	-	
Intangible Assets	1,226,609	1,214,095	1	1,237,179	1,224,158	1
Deferred Tax Assets	472,217	428,313	10	473,198	429,068	10
Other Assets	1,568,424	1,339,553	17	1,601,714	1,386,357	16
<b>Total Assets</b>	<b>180,972,769</b>	<b>175,944,364</b>	<b>3</b>	<b>181,712,744</b>	<b>176,690,602</b>	<b>3</b>

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



As at	Bank			Group		
	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	Change %	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	Change %
<b>On Balance Sheet Liabilities</b>						
Due to Banks	3,388,173	2,275,840	49	3,388,173	2,275,840	49
Derivative Financial Instruments	36,278	53,327	(32)	36,278	53,327	(32)
Other Financial liabilities Held-for-Trading	-	-		-	-	
Financial Liabilities Designated at Fair Value through Profit or Loss	-	-		-	-	
Repurchase Agreements	9,215,747	10,874,122	(15)	8,722,342	10,405,880	(16)
Due to Other Customers	135,318,591	129,240,876	5	135,243,050	129,158,190	5
Other Borrowings	5,619,004	6,004,700	(6)	5,619,004	6,004,700	(6)
Debt Securities Issued	-	-		-	-	
Current Tax Liabilities	406,923	396,396	3	432,574	426,466	1
Deferred Tax Liabilities	1,117,785	1,161,866	(4)	1,117,688	1,161,647	(4)
Other Liabilities	5,144,778	4,978,921	3	5,212,164	5,064,058	3
Due to Subsidiaries	-	-		-	-	
Subordinated Term Debts	7,005,954	6,968,130	1	7,006,537	6,969,054	1
<b>Total Liabilities</b>	<b>167,253,233</b>	<b>161,954,178</b>	<b>3</b>	<b>166,777,810</b>	<b>161,519,162</b>	<b>3</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	660,840	660,840	-	660,840	660,840	-
Retained Earnings	8,228,500	8,154,695	1	9,443,898	9,335,949	1
AFS Reserve	(271,173)	73,282	(470)	(271,173)	73,282	(470)
Other Reserves	-	-		-	-	
<b>Total Shareholders' Equity</b>	<b>13,719,536</b>	<b>13,990,186</b>	<b>(2)</b>	<b>14,934,934</b>	<b>15,171,440</b>	<b>(2)</b>
<b>Total Equity and Liabilities</b>	<b>180,972,769</b>	<b>175,944,364</b>	<b>3</b>	<b>181,712,744</b>	<b>176,690,602</b>	<b>3</b>
<b>Contingent Liabilities and Commitments</b>	<b>107,682,324</b>	<b>96,818,431</b>	<b>11</b>	<b>107,165,170</b>	<b>96,791,786</b>	<b>11</b>
<b>Memorandum Information</b>						
Number of Employees	2,748	2,671		2,772	2,695	
Number of Branches	93	92		93	92	
Number of Off-Site ATMs	38	39		38	39	

**CERTIFICATION :**

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

.....  
(Sgd.) Ajith Akmeemana  
Chief Financial Officer

We, the undersigned being the Chairman , Director and Director/Chief Executive Officer of Nations Trust Bank PLC., certify jointly that,  
(a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka.  
(b) the information contained in these statements has been extracted from the unaudited financial statements of the Bank and its Subsidiaries unless indicated as audited.

.....  
(Sgd.) K.N.J Balendra  
Chairman

.....  
(Sgd.) C.L.K.P. Jayasuriya  
Director

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

May 12, 2016  
Colombo

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

Item	Bank		Group	
	31.03.2016	31.12.2015 (Audited)	31.03.2016	31.12.2015 (Audited)
<b>Regulatory Capital Adequacy</b>				
Core Capital (Tier 1 Capital), Rs. '000	13,434,962	13,919,237	14,605,896	15,090,171
Total Capital Base, Rs. '000	15,823,830	16,644,603	16,994,763	17,815,536
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	11.78%	12.26%	12.67%	13.15%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	13.87%	14.67%	14.74%	15.53%
<b>Assets Quality (Quality of Loan Portfolio)</b>				
Gross Non-Performing Advances Ratio, % (net of interest in suspense)	2.74%	2.77%	2.72%	2.76%
Net-Non Performing Advances,%(net of interest in suspense and provision)	0.99%	1.07%	0.98%	1.06%
<b>Profitability</b>				
Interest Margin, %	4.83%	5.46%	-	-
Return on Assets (before Tax), %	1.90%	2.24%	1.99%	2.36%
Return on Equity, %	16.11%	18.07%	15.74%	17.72%
<b>Regulatory Liquidity</b>				
Statutory Liquid Assets, Rs. '000	34,528,493	31,179,949	-	-
Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)				
Domestic Banking Unit	22.02%	21.77%	-	-
Off-Shore Banking Unit	41.19%	33.23%	-	-
Net Assets Value Per Share (Rs.)	59.49	60.67	64.76	65.79
Market Price Per Share (Rs.)	<b>31.03.2016</b> (Quarter ended)	<b>31.03.2015</b> (Quarter ended)		
Highest	90.00	115.60		
Lowest	73.00	97.00		
Last Traded Price	74.20	100.10		

**NATIONS TRUST BANK PLC**  
**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>Total</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 2015</b>	<b>5,101,369</b>	<b>7,037,084</b>	<b>111,897</b>	<b>538,205</b>	<b>12,788,555</b>
Profit For the Period	-	449,951	-	-	449,951
Other Comprehensive Income	-	-	(32,088)	-	(32,088)
Total Comprehensive Income	-	449,951	(32,088)	-	417,863
Dividend paid for 2014	-	(484,275)	-	-	(484,275)
<b>As at 31 March 2015</b>	<b>5,101,369</b>	<b>7,002,760</b>	<b>79,809</b>	<b>538,205</b>	<b>12,722,143</b>
<b>As at 01 January 2016</b>	<b>5,101,369</b>	<b>8,154,695</b>	<b>73,282</b>	<b>660,840</b>	<b>13,990,186</b>
Profit For the Period	-	558,080	-	-	558,080
Other Comprehensive Income	-	-	(344,455)	-	(344,455)
Total Comprehensive Income	-	558,080	(344,455)	-	213,625
Dividend paid for 2015	-	(484,275)	-	-	(484,275)
<b>As at 31 March 2016</b>	<b>5,101,369</b>	<b>8,228,500</b>	<b>(271,173)</b>	<b>660,840</b>	<b>13,719,536</b>
<b>GROUP</b>					
	<b>Stated Capital</b>	<b>Retained Earnings</b>	<b>Available for Sale Reserve</b>	<b>Statutory Reserve Fund</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>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>13,894,525</b>
Profit For the Period	-	492,720	-	-	492,720
Other Comprehensive Income	-	-	(32,088)	-	(32,088)
Total Comprehensive Income	-	492,720	(32,088)	-	460,632
Dividend paid for 2014	-	(484,275)	-	-	(484,275)
<b>As at 31 March 2015</b>	<b>5,101,369</b>	<b>8,151,499</b>	<b>79,809</b>	<b>538,205</b>	<b>13,870,882</b>
<b>As at 01 January 2016</b>	<b>5,101,369</b>	<b>9,335,949</b>	<b>73,282</b>	<b>660,840</b>	<b>15,171,440</b>
Profit For the Period	-	592,224	-	-	592,224
Other Comprehensive Income	-	-	(344,455)	-	(344,455)
Total Comprehensive Income	-	592,224	(344,455)	-	247,769
Dividend paid for 2015	-	(484,275)	-	-	(484,275)
<b>As at 31 March 2016</b>	<b>5,101,369</b>	<b>9,443,898</b>	<b>(271,173)</b>	<b>660,840</b>	<b>14,934,934</b>

**Nations Trust Bank PLC and Its Subsidiaries**  
**Statement of Cash Flows**  
**For the Period Ended 31 March**



	Bank		Group	
	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000
<b>Cash Flows from Operating Activities</b>				
Receipts of Interest Income	4,205,437	3,177,694	4,251,102	3,230,579
Receipts of Fees and Commission Income	827,225	801,477	864,882	840,373
Payments of Interest Expense	(1,879,949)	(139,276)	(1,895,385)	(161,219)
Payments of Fees and Commission Expense	(62,792)	(60,266)	(61,244)	(58,718)
Net Trading Income	83,388	114,499	83,388	114,499
Receipts from Other Operating Income	71,150	68,342	71,320	68,342
Gratuity Payments Made	(22,922)	(22,075)	(22,922)	(22,217)
Payments for Operating Expenses	(1,597,185)	(1,557,410)	(1,599,683)	(1,565,654)
<b>Net Cash Flow from Operating Activities before Income Tax (A)</b>	<b>1,624,352</b>	<b>2,382,985</b>	<b>1,691,459</b>	<b>2,445,985</b>
Income Tax paid	(175,304)	(111,581)	(189,247)	(122,329)
<b>Operating Profit before Changes in Operating Assets and Liabilities</b>	<b>1,443,396</b>	<b>2,271,404</b>	<b>1,496,559</b>	<b>2,323,656</b>
<b>(Increase)/Decrease in Operating Assets</b>				
Reverse Repurchase Agreements	(633,119)	4,499,053	(1,046,801)	3,997,233
Derivative Financial Instruments	(2,668)	7,547	(2,668)	7,547
Financial Investments Held for Trading	918,421	7,746,507	918,421	7,747,079
Financial Investments-Held to Maturity	11,606	164,213	11,273	162,734
Financial Investments-Available for Sale	(3,720,801)	(4,886,177)	(3,720,801)	(4,886,177)
Other Financial Assets	4,240	61,900	(20,760)	53,785
Loans & Receivables to Other Customers	(1,611,402)	(2,687,984)	(1,758,516)	(2,763,250)
Other Assets	(356,264)	(261,601)	(361,259)	(236,762)
<b>(Increase)/Decrease in Operating Assets</b>	<b>(5,389,987)</b>	<b>4,643,458</b>	<b>(5,981,110)</b>	<b>4,082,189</b>
<b>Increase/(Decrease) in Operating Liabilities</b>				
Repurchase Agreements	(1,569,599)	(6,616,237)	(1,155,918)	(6,114,417)
Due to Other Customers	5,717,881	(1,926,297)	5,642,340	(1,912,468)
Derivative Financial Instruments	(17,049)	(60,520)	(17,049)	(60,520)
Other Liabilities	158,994	1,020,380	141,226	997,182
<b>Increase/(Decrease) in Operating Liabilities</b>	<b>4,290,227</b>	<b>(7,582,674)</b>	<b>4,610,599</b>	<b>(7,090,223)</b>
<b>Net Cash Flows from Operating Activities</b>	<b>343,636</b>	<b>(667,812)</b>	<b>126,047</b>	<b>(684,378)</b>
<b>Cash Flows from Investing Activities</b>				
Purchase of Property, Plant and Equipment	(131,492)	(60,861)	(131,690)	(64,852)
Proceeds from Sale of Property, Plant and Equipment and Intangible Assets	9,853	239	9,853	239
Purchase of Intangible Assets	(77,704)	(63,038)	(78,988)	(63,039)
	<b>(199,342)</b>	<b>(123,660)</b>	<b>(200,825)</b>	<b>(127,652)</b>
<b>Cash Flows from Financing Activities</b>				
Net change in Debt issued and other Borrowed Funds	233,913	(763,923)	372,689	(686,318)
Repayment of Subordinated Debt	-	-	-	-
Interest paid on Subordinated Debt	(163,971)	(112,860)	(163,971)	(112,860)
Dividends paid to Equity Holders of the Parent	(484,275)	(484,275)	(484,275)	(484,275)
	<b>(414,334)</b>	<b>(1,361,058)</b>	<b>(275,557)</b>	<b>(1,283,453)</b>
Net Increase in Cash and Cash Equivalents	(270,040)	(2,152,530)	(350,335)	(2,095,483)
Cash and Cash Equivalents at the beginning of the period	11,569,479	10,491,563	11,482,587	10,479,982
<b>Cash and Cash Equivalents at the end of the period</b>	<b>11,299,438</b>	<b>8,339,033</b>	<b>11,132,252</b>	<b>8,384,499</b>
<b>Reconciliation of Cash and Cash Equivalents</b>				
Cash on Hand	4,283,328	3,920,592	4,283,341	3,920,605
Statutory Deposit with the Central Bank of Sri Lanka	6,993,498	4,049,098	6,993,498	4,049,098
Balances with Banks	606,658	227,907	439,459	273,360
Money at Call and Short Notice	25,004	682,118	25,004	682,118
Deposits from Other Banks	(609,051)	(540,682)	(609,051)	(540,682)
	<b>11,299,438</b>	<b>8,339,033</b>	<b>11,132,252</b>	<b>8,384,499</b>
<b>A. Reconciliation of Operating Profit</b>				
Profit before Taxation	845,581	688,242	890,281	745,693
(Profit) / Loss on disposal of Property, Plant and Equipment and Intangible Assets	-	(159)	-	(159)
Impairment charge / (Reversal) for Loans and Receivables	200,230	534,484	200,585	535,319
Provision for Gratuity	28,574	26,618	28,779	27,001
(Increase) / Decrease in Interest Receivable	(234,027)	(615,368)	(235,335)	(615,192)
Increase/ (Decrease) in Interest Payable	463,532	1,641,742	463,495	1,640,121
Increase / (Decrease) in Financial Guarantee Liabilities	(1,174)	(6,424)	(1,174)	(6,424)
Other Receivables	(593)	(4,526)	(432)	(4,526)
Other Payables	156,688	(12,684)	156,690	(12,684)
Other Non cash items	187,949	158,054	210,980	163,971
Gratuity Payments Made	(22,922)	(22,075)	(22,922)	(22,217)
	<b>1,624,352</b>	<b>2,382,985</b>	<b>1,691,459</b>	<b>2,445,985</b>



NATIONS TRUST BANK PLC  
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	
	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015
<b>BANK</b>														
<b>Rs. '000</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>
<b>Assets</b>														
Cash and Cash Equivalents	-	-	-	-	-	-	4,914,994	6,392,393	-	-	-	-	4,914,994	6,392,393
Balances with Central Bank of Sri Lanka	-	-	-	-	-	-	6,993,498	5,283,866	-	-	-	-	6,993,498	5,283,866
Derivative Financial Instruments	-	-	556,698	554,030	-	-	-	-	-	-	-	-	556,698	554,030
Reverse Repurchase Agreements	-	-	-	-	-	-	935,717	302,249	-	-	-	-	935,717	302,249
Financial Assets - Held for Trading	1,103,894	2,044,144	-	-	-	-	-	-	-	-	-	-	1,103,894	2,044,144
Other Financial Assets	-	-	-	-	-	-	6,537,138	6,511,361	-	-	-	-	6,537,138	6,511,361
Loans & Receivables to Banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans & Receivables to Other Customers	-	-	-	-	-	-	121,651,863	120,314,568	-	-	-	-	121,651,863	120,314,568
Financial Investments - Available-for-Sale	-	-	-	-	-	-	-	-	19,934,915	16,532,917	-	-	19,934,915	16,532,917
Financial Assets - Held to Maturity	-	-	-	-	12,747,623	12,675,717	-	-	-	-	-	-	12,747,623	12,675,717
<b>Total Financial Assets</b>	<b>1,103,894</b>	<b>2,044,144</b>	<b>556,698</b>	<b>554,030</b>	<b>12,747,623</b>	<b>12,675,717</b>	<b>141,033,210</b>	<b>138,804,437</b>	<b>19,934,915</b>	<b>16,532,917</b>	<b>-</b>	<b>-</b>	<b>175,376,340</b>	<b>170,611,245</b>
<b>Liabilities</b>														
Due to Banks	-	-	-	-	-	-	-	-	-	-	3,388,173	2,275,840	3,388,173	2,275,840
Derivative Financial Instruments	-	-	36,278	53,327	-	-	-	-	-	-	-	-	36,278	53,327
Repurchase Agreements	-	-	-	-	-	-	-	-	-	-	9,215,747	10,874,122	9,215,747	10,874,122
Due to Other Customers	-	-	-	-	-	-	-	-	-	-	135,318,591	129,240,876	135,318,591	129,240,876
Debt Issued and Other Borrowed Funds	-	-	-	-	-	-	-	-	-	-	12,624,958	12,972,829	12,624,958	12,972,829
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>36,278</b>	<b>53,327</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>160,547,469</b>	<b>155,363,667</b>	<b>160,583,747</b>	<b>155,416,994</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	
	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015	31.03.2016	31.12.2015
<b>Rs. '000</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>	<b>31.03.2016</b>	<b>31.12.2015</b>
<b>Assets</b>														
Cash and Cash Equivalents	-	-	-	-	-	-	4,915,038	6,392,437	-	-	-	-	4,915,038	6,392,437
Balances with Central Bank of Sri Lanka	-	-	-	-	-	-	6,993,498	5,283,866	-	-	-	-	6,993,498	5,283,866
Derivative Financial Instruments	-	-	556,698	554,030	-	-	-	-	-	-	-	-	556,698	554,030
Reverse Repurchase Agreements	-	-	-	-	-	-	935,717	302,249	-	-	-	-	935,717	302,249
Financial Assets - Held for Trading	1,103,894	2,044,144	-	-	-	-	-	-	-	-	-	-	1,103,894	2,044,144
Other Financial Assets	-	-	-	-	-	-	6,537,138	6,511,361	-	-	-	-	6,537,138	6,511,361
Loans & Receivables to Banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans and Advances to Customers	-	-	-	-	-	-	122,488,714	121,143,065	-	-	-	-	122,488,714	121,143,065
Financial Investments - Available-for-Sale	-	-	-	-	-	-	-	-	19,934,915	16,532,917	-	-	19,934,915	16,532,917
Financial Assets - Held to Maturity	-	-	-	-	12,817,194	12,743,763	-	-	-	-	-	-	12,817,194	12,743,763
<b>Total Financial Assets</b>	<b>1,103,894</b>	<b>2,044,144</b>	<b>556,698</b>	<b>554,030</b>	<b>12,817,194</b>	<b>12,743,763</b>	<b>141,870,104</b>	<b>139,632,979</b>	<b>19,934,915</b>	<b>16,532,917</b>	<b>-</b>	<b>-</b>	<b>176,282,804</b>	<b>171,507,834</b>
<b>Liabilities</b>														
Due to Banks	-	-	-	-	-	-	-	-	-	-	3,388,173	2,275,840	3,388,173	2,275,840
Derivative Financial Instruments	-	-	36,278	53,327	-	-	-	-	-	-	-	-	36,278	53,327
Repurchase Agreements	-	-	-	-	-	-	-	-	-	-	8,722,342	10,405,880	8,722,342	10,405,880
Due to Other Customers	-	-	-	-	-	-	-	-	-	-	135,243,050	129,158,190	135,243,050	129,158,190
Debt Issued and Other Borrowed Funds	-	-	-	-	-	-	-	-	-	-	12,625,541	12,973,752	12,625,541	12,973,752
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>36,278</b>	<b>53,327</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>159,979,106</b>	<b>154,813,662</b>	<b>160,015,384</b>	<b>154,866,989</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	
	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)
<b>(1) Loans and Receivables To Other Customers</b>				
<b>Gross Loans and Receivables</b>	<b>121,833,017</b>	<b>120,348,390</b>	<b>122,669,674</b>	<b>121,176,337</b>
(Less) : Individual Impairment	(780,740)	(699,247)	(780,740)	(699,247)
Collective Impairment	(1,452,513)	(1,398,171)	(1,452,318)	(1,397,622)
<b>Net Loans and Advances including those designated at Fair Value through Profit or Loss</b>	<b>119,599,765</b>	<b>118,288,056</b>	<b>120,436,616</b>	<b>119,116,553</b>
(Less) : Loans and Advances designated at Fair Value through Profit or Loss	-	-	-	-
<b>Net Loans and Advances</b>	<b>119,599,765</b>	<b>118,288,056</b>	<b>120,436,616</b>	<b>119,116,553</b>
<b>Staff Loans</b>	<b>2,596,093</b>	<b>2,596,464</b>	<b>2,596,093</b>	<b>2,596,464</b>
Less : Allowance for Day 1 Difference	(543,995)	(569,952)	(543,995)	(569,952)
	<b>2,052,098</b>	<b>2,026,512</b>	<b>2,052,098</b>	<b>2,026,512</b>
	<b>121,651,863</b>	<b>120,314,568</b>	<b>122,488,714</b>	<b>121,143,065</b>
<b>(2) Gross Loans and Receivables to Other Customers -By Product</b>				
	<b>31.03.2016 Rs. '000</b>	<b>31.12.2015 Rs. '000 (Audited)</b>	<b>31.03.2016 Rs. '000</b>	<b>31.12.2015 Rs. '000 (Audited)</b>
<b>By Product -Domestic Currency</b>				
Bills of Exchange	29,881	30,810	29,881	30,810
Overdrafts	25,685,475	24,210,450	25,685,475	24,210,450
Term Loans	41,578,345	40,179,106	41,578,345	40,179,106
Staff Loans	2,596,093	2,596,464	2,596,093	2,596,464
Leases	29,320,244	28,936,324	29,320,244	28,936,324
Credit Cards	13,925,155	13,960,650	13,925,155	13,960,650
Pawning Advance	583,771	655,734	583,771	655,734
Corporate Debt Securities	1,161,253	1,427,994	1,161,253	1,427,994
Housing Loans	1,526,617	1,376,117	1,526,617	1,376,117
Other Advances	4,272,924	5,414,738	5,109,580	6,242,685
<b>Sub Total</b>	<b>120,679,758</b>	<b>118,788,387</b>	<b>121,516,414</b>	<b>119,616,334</b>
<b>By Product -Foreign Currency</b>				
Overdrafts	124,349	71,682	124,349	71,682
Term Loans	1,270,626	1,290,988	1,270,626	1,290,988
Other Advances	2,354,378	2,793,797	2,354,378	2,793,797
<b>Sub Total</b>	<b>3,749,353</b>	<b>4,156,467</b>	<b>3,749,353</b>	<b>4,156,467</b>
<b>Total</b>	<b>124,429,110</b>	<b>122,944,854</b>	<b>125,265,767</b>	<b>123,772,801</b>

NATIONS TRUST BANK PLC  
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	
	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)
<b>Individual Impairment</b>				
Opening Balance	699,248	420,321	699,248	383,237
Charge/ (Reversal) to Income Statement	81,492	278,926	81,492	316,010
<b>Closing Balance</b>	<b>780,740</b>	<b>699,248</b>	<b>780,740</b>	<b>699,248</b>
<b>Collective Impairment</b>				
Opening Balance	1,398,171	1,553,360	1,397,621	1,553,088
Charge/ (Reversal) to Income Statement	117,694	636,546	118,049	636,267
Amounts written off during the Period	(63,352)	(791,735)	(63,352)	(791,735)
<b>Closing Balance</b>	<b>1,452,513</b>	<b>1,398,171</b>	<b>1,452,318</b>	<b>1,397,621</b>
<b>Total Impairment</b>	<b>2,233,253</b>	<b>2,097,419</b>	<b>2,233,058</b>	<b>2,096,868</b>

(4) Due to Other Customers -By Product

	Bank		Group	
	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)	31.03.2016 Rs. '000	31.12.2015 Rs. '000 (Audited)
<b>By Product -Domestic Currency</b>				
Demand Deposits	13,232,427	13,788,379	13,156,886	13,705,693
Savings Deposits	21,491,200	22,372,361	21,491,200	22,372,361
Call Deposits	200,591	274,272	200,591	274,272
Fixed Deposits	80,756,044	74,297,798	80,756,044	74,297,798
Certificate of Deposits	2,447,601	2,391,765	2,447,601	2,391,765
<b>Sub Total</b>	<b>118,127,863</b>	<b>113,124,575</b>	<b>118,052,322</b>	<b>113,041,889</b>
<b>By Product -Foreign Currency</b>				
Demand Deposits	1,149,297	1,226,066	1,149,297	1,226,066
Savings Deposits	4,209,929	4,386,356	4,209,929	4,386,356
Call Deposits	205,304	858	205,304	858
Fixed Deposits	11,626,198	10,503,021	11,626,198	10,503,021
<b>Sub Total</b>	<b>17,190,728</b>	<b>16,116,301</b>	<b>17,190,728</b>	<b>16,116,301</b>
<b>Total</b>	<b>135,318,591</b>	<b>129,240,876</b>	<b>135,243,050</b>	<b>129,158,190</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 31.03.2016 Rs. '000	Balance as at 31.03.2015 Rs. '000	Market Values for the Quarter ended 31.03.2016			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 %	31.03.2016 %	31.03.2015 %	Interest Yield %	Yield to Maturity %
Fixed Rate	NTBD0163	Semi -Annually	1,525,000	1,525,000	Not traded			11.50	11.83	9.25	7.07	Not traded	
Fixed Rate	NTBD0164	Semi -Annually	200,000	200,000	Not traded			11.00	11.30	9.25	7.07	Not traded	
Fixed Rate	NTBD0165	Semi -Annually	275,000	275,000	Not traded			11.50	11.83	9.25	7.07	Not traded	
Fixed Rate	NTBD0266	Semi -Annually	3,000,000	3,000,000	Not traded			13.00	13.42	11.76	8.58	Not traded	
<b>Total Debentures</b>			<b>5,000,000</b>	<b>5,000,000</b>									

Ratios of Debt	31.03.2016	31.03.2015
* Debt / Equity Ratio %	51.07%	52.53%
Interest Cover (Times)	5.73	6.08

\* All Subordinated debt are considered as Debt (numerator)

NATIONS TRUST BANK PLC  
SEGMENT INFORMATION



Operating Segments Rs. '000	Banking Operations		Treasury Functions		Others		Unallocated/ Eliminations		Total Group	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015
<b>Operating income</b>	<b>2,456,724</b>	<b>2,342,745</b>	<b>666,561</b>	<b>617,297</b>	<b>66,675</b>	<b>79,231</b>	<b>(96,498)</b>	<b>(20,776)</b>	<b>3,093,462</b>	<b>3,018,497</b>
Impairment Charge/(Reversal ) for Loans and Receivables	125,002	534,485	75,000	-	-	-	583	835	200,585	535,319
<b>Net Operating income</b>	<b>2,331,722</b>	<b>1,813,180</b>	<b>591,561</b>	<b>617,297</b>	<b>66,675</b>	<b>79,231</b>	<b>(97,081)</b>	<b>(21,611)</b>	<b>2,892,877</b>	<b>2,483,178</b>
<b>Extracts of results</b>										
Interest Income	3,566,622	3,087,246	967,083	933,849	36,885	45,250	(47,908)	(40,615)	4,522,682	4,025,730
Inter Segment	(109,773)	(213,198)	109,773	213,198	-	-	-	-	-	-
Interest Expense	(1,870,340)	(1,343,879)	(467,315)	(460,111)	(4,123)	(10,369)	6,944	33,213	(2,334,833)	(1,781,146)
<b>Net Interest Income</b>	<b>1,586,508</b>	<b>1,530,169</b>	<b>609,541</b>	<b>686,937</b>	<b>32,762</b>	<b>34,881</b>	<b>(40,964)</b>	<b>(7,402)</b>	<b>2,187,849</b>	<b>2,244,585</b>
Fees and Commission Income	862,028	809,693	-	-	37,207	48,059	(53,111)	(14,689)	846,124	843,063
Fees and Commission Expense	(53,321)	(52,662)	(3,322)	(2,465)	(3,295)	(2,904)	(4,527)	(3,590)	(64,465)	(61,622)
<b>Net Fee and Commission Income</b>	<b>808,706</b>	<b>757,031</b>	<b>(3,322)</b>	<b>(2,465)</b>	<b>33,913</b>	<b>45,155</b>	<b>(57,638)</b>	<b>(18,279)</b>	<b>781,660</b>	<b>781,441</b>
Net Trading Income	-	-	60,341	(70,505)	-	(806)	(1,894)	(4,719)	58,447	(76,030)
Other Operating Income	61,509	55,546	-	3,331	-	-	3,998	9,624	65,507	68,502
Depreciation of Property, Plant and Equipment	56,693	53,131	418	253	3,559	3,438	29,599	33,528	90,269	90,350
Amortization of Intangible Assets	34,228	7,729	2,997	3,070	779	698	27,964	49,974	65,968	61,471
Other Expenses										
<b>Segment Profit / (Loss) before Value Added Tax</b>	<b>750,274</b>	<b>428,361</b>	<b>530,494</b>	<b>473,091</b>	<b>46,809</b>	<b>60,464</b>	<b>(241,340)</b>	<b>(51,412)</b>	<b>1,086,237</b>	<b>910,502</b>
Value Added Tax & Income Tax Expense					(13,145)	(17,741)	(480,869)	(400,041)	(494,013)	(417,782)
<b>Profit for the year</b>	<b>750,274</b>	<b>428,361</b>	<b>530,494</b>	<b>473,091</b>	<b>33,665</b>	<b>42,723</b>	<b>(722,209)</b>	<b>(451,453)</b>	<b>592,224</b>	<b>492,720</b>
<b>Capital Expenditures</b>										
Property and Equipment	52,816	46,448	89	132	-	3,991	78,785	14,281	131,690	64,852
Other Intangible Assets	31,822	561	-	-	-	-	47,166	62,478	78,988	63,039
<b>Total Assets</b>	<b>122,915,762</b>	<b>101,830,662</b>	<b>53,418,970</b>	<b>45,740,302</b>	<b>2,087,826</b>	<b>2,303,625</b>	<b>3,290,187</b>	<b>3,086,823</b>	<b>181,712,744</b>	<b>152,961,412</b>
<b>Total Liabilities</b>	<b>137,521,479</b>	<b>113,384,125</b>	<b>29,470,343</b>	<b>23,743,021</b>	<b>211,672</b>	<b>491,574</b>	<b>(425,684)</b>	<b>1,471,806</b>	<b>166,777,810</b>	<b>139,090,526</b>

**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 2015.
- (4) There are no material changes to contingent assets and liabilities since 31 March 2016 and the balances reflected are arising from transactions carried out in the normal course of Banking Business.
- (5) No material events have taken place since 31 March 2016 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 31 MARCH 2016**



**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%
MACKINNON KEELLS LIMITED.	22,830,159	9.90%
CENTRAL FINANCE COMPANY PLC A/C NO 03	20,715,400	8.98%
JANASHAKTHI GENERAL INSURANCE LIMITED	18,582,682	8.06%
CF GROWTH FUND LTD A/C NO.01	14,813,273	6.42%
HSBC INTL NOM LTD-SSBT-NATIONAL WESTMINSTER BANK PLC AS DEPOSITARY OF FIRST STATE ASIA PACIFIC FUND	11,944,452	5.18%
CF INSURANCE BROKERS (PVT) LTD	10,592,857	4.59%
JANASHAKTHI INSURANCE PLC (POLICY HOLDERS)	4,091,107	1.77%
HATTON NATIONAL BANK PLC A/C NO 1	3,703,543	1.61%
MR. M.F. HASHIM	2,600,000	1.13%
BANK OF CEYLON-NO2 A/C	1,546,100	0.67%
MR. N.R. SOMAIYA	1,320,624	0.57%
TIMEX GARMENTS (PVT) LTD	1,238,465	0.54%
DEUTSCHE BANK AG AS TRUSTEE FOR NAMAL ACUITY VALUE FUND	1,200,000	0.52%
MALSHIP CEYLON LTD	1,063,857	0.46%
MR. D.J.M. BLACKLER	1,000,000	0.43%
HSBC INTL NOM LTD-SSBT-PARAMETRIC TAX-MANAGED EMERGING MARKETS FUND	934,186	0.41%
DEUTSCHE BANK AG-NATIONAL EQUITY FUND	842,134	0.37%
MR. P.P. ARACHCHI	820,000	0.36%
	200,551,467	86.97%
Others	30,055,816	13.03%
<b>Total</b>	<b>230,607,283</b>	<b>100.00%</b>

	<b>31.03.2016</b>
Number of shareholders representing the public holding	6,532 34.85%

**Directors' holding in shares as at 31 March 2016**

<b>Name of Director</b>	<b>No of Shares</b>
Mr. K.N.J.Balendra	107,700
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
Mr. M Jafferjee	-
Dr. K. De. Soysa	-
Mr. D.P. De Silva	-
Ms. N. S. Panditaratne	-
Mr. C.L.K.P. Jayasuriya	-
Mr. H Raghavan	-
Mr. J.C.A.D' Souza	-
Ms. R.D. Rajapaksa	-