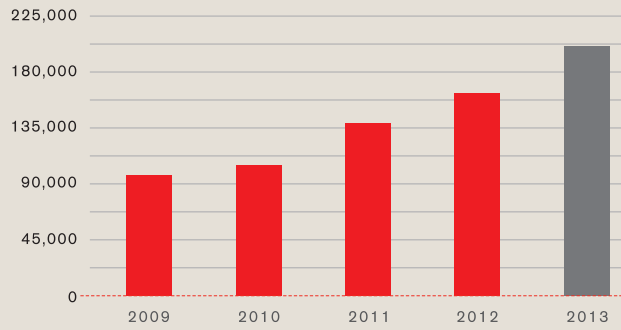


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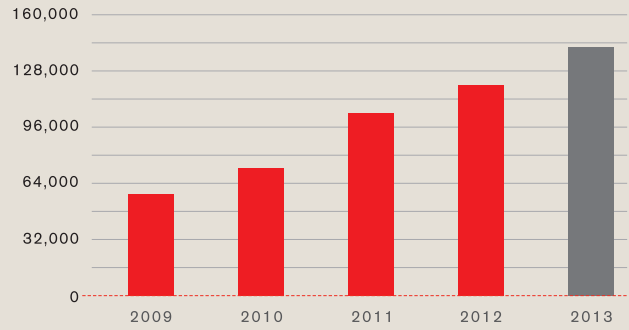
Operating Results for the Year (LKR '000)	Bank			Group		
	2013	2012	% Change	2013	2012	% Change
Net Interest Income	6,812,107	5,596,965	22	7,011,578	5,818,928	20
Total Operating Income	15,864,917	8,815,216	80	11,549,041	14,939,091	(23)
Net Operating Income	14,626,715	8,709,104	68	10,288,276	14,887,712	(31)
Operating Expenses	4,944,203	4,102,193	21	5,563,875	4,496,839	24
Profit before Value Added Tax on Financial Services	9,682,512	4,606,911	110	4,724,401	10,390,873	(55)
Taxation	1,959,276	1,682,953	16	2,061,393	1,897,654	9
Profit After Tax	7,723,236	2,923,958	164	2,712,228	8,931,939	(70)
Profit Attributable to Shareholders	7,723,236	2,923,958	164	2,641,925	8,853,821	(70)
Gross Dividends for the year	1,646,930	2,463,029	(33)	1,646,930	2,463,029	(33)
Revenue to Government	1,764,828	1,644,953	7	1,871,262	1,859,654	1
Assets and Liabilities (LKR '000)						
Customer Deposits	129,830,029	107,600,583	21	129,421,813	107,393,866	21
Loans and Receivables	141,650,632	120,098,824	18	141,710,813	120,145,500	18
Investments	52,242,395	29,412,686	78	55,690,627	37,913,588	47
Total Assets	201,258,628	163,474,296	23	206,817,121	174,103,071	19
Borrowings	46,556,578	34,932,507	33	46,526,578	34,892,582	33
Total Liabilities	181,638,150	148,531,895	22	181,455,467	148,393,619	22
Retained Earnings	15,653,260	12,046,256	30	20,731,801	22,216,054	(7)
Shareholders' Funds	19,620,478	14,942,401	31	24,513,806	24,883,041	(1)
Profitability (%)						
Net Interest Margin	3.74	3.74	(0)	3.68	3.72	(1)
Cost to Income Ratio	31.16	46.54	(33)	48.18	30.10	60
Non-Performing Loans Ratio	2.48	1.31	89	2.48	1.31	89
Return on Assets	4.24	1.94	118	1.39	5.59	(75)
Return on Equity	44.69	21.17	111	10.70	42.35	(75)
Investor Information (LKR)						
Net Asset Value per Share	119.13	91.00	31	148.85	151.54	(2)
Market Value per Share - as at 31 December	160.50	137.90	16	160.50	137.90	16
Market Value per Share - Highest for the year	182.50	155.00	18	182.50	155.00	18
Market Value per Share - Lowest for the year	138.00	96.00	44	138.00	96.00	44
EPS - Basic	46.96	17.81	164	16.48	55.31	(70)
EPS - Diluted	46.95	17.80	164	16.47	55.29	(70)
PE Ratio (%)	3.42	7.74	(56)	9.74	2.49	291
Dividend Per Share	10.00	15.00	(33)	-	-	-
Dividend Cover (Times)	4.70	1.19	296	1.65	3.69	(55)
Market Capitalization (LKR '000)	26,433,232	22,643,442	17	26,433,232	22,643,442	17
Regulatory Ratios (%)						
Capital Adequacy Ratio						
Tier I - (Minimum Ratio of 5%)	12.05	11.14	8	15.15	18.72	(19)
Tier I & II - (Minimum Ratio of 10%)	17.87	12.38	44	21.04	20.66	2
Statutory Liquid Asset Ratio						
DBU	26.22	22.02	19	26.22	22.02	19
FCBU	26.06	24.92	5	26.06	24.92	5
Debt Ratios (Times)						
Debt/Equity Ratio	8.99	9.54	(6)	7.18	5.87	26
Total Leverage	10.26	10.94	(6)	8.44	7.00	21
Interest Cover	1.49	1.49	0	1.51	1.51	(0)
Interest Rate of Comparable Government Security	10.63	12.02	(12)	10.63	12.02	(12)



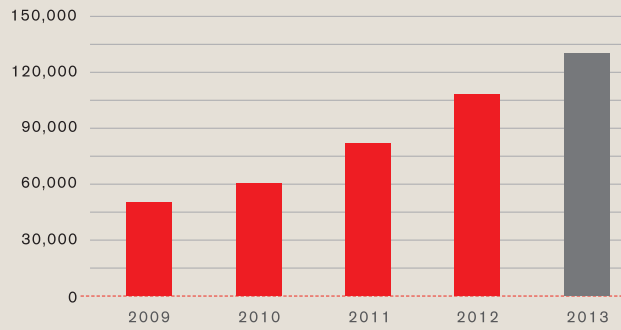
Total Assets [LKR mn]



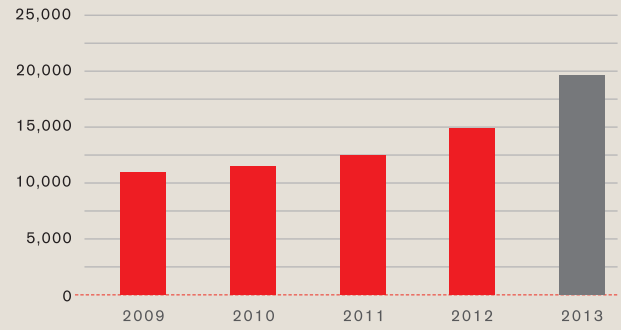
Loans and Advances [LKR mn]



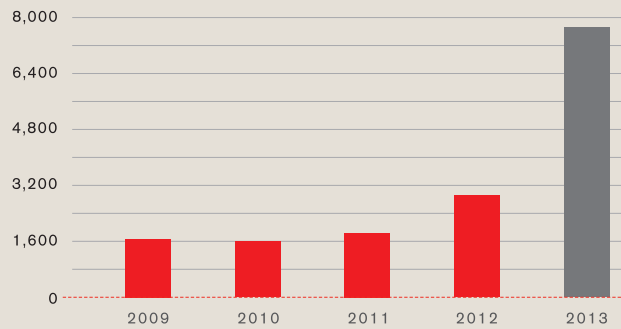
Customer Deposits [LKR mn]



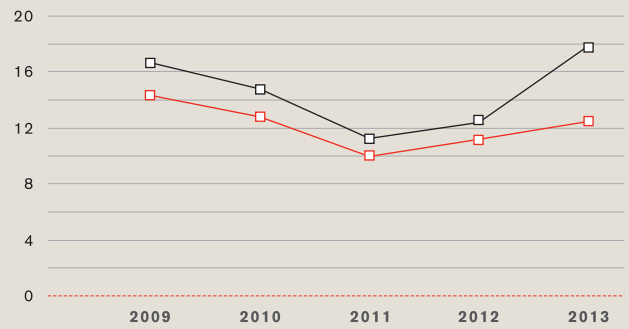
Shareholders' Funds [LKR mn]



Profit After Tax [LKR mn]



Capital Adequacy [%]



—□— Tier I - Bank —□— Tier I and II - Bank

INVESTORS

Achieved a record profit of

LKR 7.7 Bn

the highest ever in the history of the Bank

Total assets crossed the

LKR 200 Bn

mark

Customer deposits grew by

21% to

LKR 130 Bn

and Loans and Receivables grew by

18% to

LKR 142 Bn

Raised **LKR 10 Bn**

via a listed debenture issue, the largest ever in the corporate history of Sri Lanka to date

Market capitalization increased to

LKR 26.4 Bn from **LKR 22.6 Bn**

in 2012

Well capitalized with a Tier I CAR of

12.05% and a Tier I & II CAR of

17.87%

CUSTOMERS

Launched **"9-6"**
Full Service
Banking



Positioned 8th in the
Business Today

"Top 25"
ranking



Branch network
reached 78 with the

9 new Branches

opened during
the year



Recognized as the "Best Commercial Bank in Sri Lanka" by the renowned International Finance Magazine UK.

Awarded for excellence in Corporate Governance at the National Business Excellence awards by the National Chamber of Commerce.



Launched **"Privilege Select"**
as the pinnacle of Private
Banking in Sri Lanka





EMPLOYEES

Staff strength increased by **14%** to reach **1,583**



Average training per employee increased to **7.93** hours from **6.74** in 2012

Recognized with the coveted "Global HR Excellence Award" and "Recruiting and Staffing Best in Class Award" from the World HRD Congress, India.

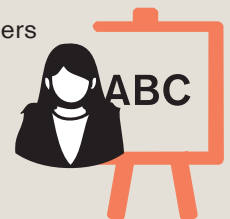


SOCIETY AND ENVIRONMENT

Recycled 26,505 kgs of waste paper, equivalent to saving 450 fully-grown trees.



179 secondary schoolteachers completed the English Communication Programme in 2013



433

university students were trained on entrepreneurship during 2013

Emerged as the winner in the Category Award for Best Performance in Community Relations at the Best Corporate Citizens Sustainability Awards of the Ceylon Chamber of Commerce



Continued to source stationery requirements from 'St. Vincent's Home' at Maggona, a home for juvenile delinquents.