



PRADESHIYA SANWARDHANA BANK

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

"A - " Negative
ICRA Lanka

INCOME STATEMENT FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

Rupees Thousands	Bank	
	Current Period 30/09/2021 (Unaudited)	Previous Period 30/09/2020 (Unaudited)
Interest income	16,757,709	15,680,869
Interest expenses	(7,220,266)	(9,180,600)
Net interest income	9,537,443	6,500,270
Fee and commission income	595,275	542,961
Fee and commission expenses	(218,337)	(196,395)
Net fee and commission income	376,938	346,565
Net gains/(losses) from trading	26	11
Net fair value gains/(losses) on:		
financial assets at fair value through profit or loss	-	-
financial liabilities at fair value through profit or loss	-	-
Net gains/(losses) on derecognition of financial assets:		
at fair value through profit or loss	-	-
at amortised cost	-	-
at fair value through other comprehensive income	-	-
Net other operating income	15,029	3,895
Total operating income	9,929,436	6,850,742
Impairment charges	(2,648,867)	(579,108)
Net operating income	7,280,569	6,271,634
Personnel expenses	(5,439,852)	(4,389,382)
Depreciation and amortization expenses	(425,071)	(308,977)
Other expenses	(991,268)	(1,039,144)
Operating profit/(loss) before VAT on financial services	424,377	534,132
VAT on financial services	(747,664)	(632,584)
Operating profit/(loss) after VAT on financial services	(323,287)	(98,452)
Share of profits of associates and joint ventures	-	-
Profit/(loss) before tax	(323,287)	(98,452)
Income tax expenses	(350,218)	(218,994)
Profit/(loss) for the period	(673,505)	(317,446)
Profit attributable to:		
Equity holders of the parent	(673,505)	(317,446)
Non-controlling interests	-	-
Earnings per share on profit		
Basic earnings per ordinary share	-	-
Diluted earnings per ordinary share	-	-

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

Rupees Thousands	Bank	
	Current Period 30/09/2021 (Unaudited)	Previous Period 30/09/2020 (Unaudited)
Profit/(loss) for the period	(673,505)	(317,446)
Items that will be reclassified to income statement		
Exchange differences on translation of foreign operations	-	-
Net gains/(losses) on cash flow hedges	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	-	-
Share of profits of associates and joint ventures	-	-
Debt instruments at fair value through other comprehensive income	-	-
Others (specify)	-	-
Less: Tax expense relating to items that will be reclassified to income statement	-	-
Items that will not be reclassified to income statement		
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	-	-
Change in fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss	-	-
Re-measurement of post-employment benefit obligations	-	-
Changes in revaluation surplus	-	-
Share of profits of associates and joint ventures	-	-
Others (specify)	-	-
Less: Tax expense relating to items that will not be reclassified to income statement	-	-
Other Comprehensive Income (OCI) for the period, net of taxes	-	-
Total comprehensive income for the period	(673,505)	(317,446)
Attributable to:		
Equity holders of the parent	(673,505)	(317,446)
Non-controlling interest	-	-

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS AS AT 30TH SEPTEMBER 2021

a. Bank - Current Period

Rupees Thousands	AC	FVPL	FVOCI	TOTAL
ASSETS				
Cash and cash equivalents	2,307,222	-	-	2,307,222
Balances with Central Bank	-	-	-	-
Placements with banks	9,823,173	-	-	9,823,173
Equity Instruments at fair value through profit or loss	-	171	-	171
Loans and advances	165,062,492	-	-	165,062,492
Debt instruments	51,329,132	-	-	51,329,132
Equity instruments	-	-	2,290	2,290
Other Assets	4,006,824	-	-	4,006,824
Total Financial Assets	232,528,843	171	2,290	232,531,304

Rupees Thousands	Amortized Cost	TOTAL
LIABILITIES		
Due to banks	28,548,375	28,548,375
Derivative financial instruments	-	-
Financial liabilities		
- due to depositors	181,285,031	181,285,031
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	2,105,878	2,105,878
Other Liability	3,956,240	3,956,240
Total Financial Liabilities	215,895,523	215,895,523

b. Bank - Previous Year (Audited)

Rupees Thousands	AC	FVPL	FVOCI	TOTAL
ASSETS				
Cash and cash equivalents	3,758,858	-	-	3,758,858
Balances with Central Bank	-	-	-	-
Placements with banks	8,436,353	-	-	8,436,353
Equity Instruments at fair value through profit or loss	-	145	-	145
Loans and advances	156,694,052	-	-	156,694,052
Debt instruments	46,962,354	-	-	46,962,354
Equity instruments	-	-	2,290	2,290
Other Assets	1,788,635	-	-	1,788,635
Total Financial Assets	217,640,253	145	2,290	217,642,688

Rupees Thousands	Amortized Cost	TOTAL
LIABILITIES		
Due to banks	21,796,679	21,796,679
Derivative financial instruments	-	-
Financial liabilities		
- due to depositors	172,882,607	172,882,607
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	2,000,000	2,000,000
Other Liability	4,175,419	4,175,419
Total Financial Liabilities	200,854,705	200,854,705

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

Rupees Thousands	Bank	
	Current Period 30/09/2021 (Unaudited)	Previous Period 30/09/2020 (Unaudited)
Cash flows from operating activities		
Profit before tax	424,377	534,132
Adjustment for:		
Non cash items included in profit before tax	3,237,149	1,168,505
Changes in operating assets	(12,833,039)	(12,170,503)
Changes in operating liabilities	14,616,665	18,954,433
Net gain from investment activities	-	-
Share of profits in associates and joint ventures	-	-
Dividend income from subsidiaries and associates	-	-
Net gain/(loss) from financial instruments at fair value through profit or loss	-	-
Others reclassification	-	-
Contribution paid to defined benefit plans	(125,516)	(106,459)
Taxes on financial services	(747,664)	(486,422)
Tax Paid	(565,857)	(566,009)
Net cash generated from/(used in) operating activities	4,006,116	7,327,678
Cash flows from investing activities		
Purchase of Property, plant and equipment	-	-
Net purchase of intangible assets	(74,673)	-
Investment in Fixed deposits (more than three months)	(1,039,927)	9,331,090
Proceeds from the sale of property, plant and equipment	150	268
Net proceeds from sales of investment share market	-	-
Net cash (used in)/from investing activities	(1,114,451)	9,331,358
Cash flows from financing activities		
Net proceeds from the issue of ordinary share capital	-	-
Payment of principal of operating lease	(234,277)	(320,662)
Net proceeds from the other borrowings	1,550,000	-
Interest paid & repayment of debentures	(237,625)	(2,750,830)
Net cash from financing activities	1,078,098	(3,071,492)
Net increase/(decrease) in cash & cash equivalents	3,969,763	13,587,543
Cash & cash equivalents at the beginning of the Year	43,446,344	34,584,741
Cash and cash equivalent at the end of the Period	47,416,108	48,172,284
Reconciliation of Cash & Cash Equivalents		
Cash and cash equivalent	2,307,222	4,561,588
Favorable balances with banks		
Placements with Banks	9,823,173	10,817,966
Fixed deposits less than three months	36,143,329	33,072,801
Unfavorable balances with banks	(857,617)	(280,070)
	47,416,108	48,172,284

STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2021

Rupees Thousands	Bank	
	Current Period 30/09/2021 (Unaudited)	Previous Year 31/12/2020 (Audited)
Assets		
Cash and cash equivalents	2,307,222	3,758,858
Balances with Central Bank	-	-
Placements with banks	9,823,173	8,436,353
Derivative financial instruments	-	-
Financial assets recognized through profit or loss		
- measured at fair value	171	145
- designated at fair value	-	-
Financial assets at amortized cost		
- loans and advances	165,062,492	156,694,052
- debt and other instruments	51,329,132	46,962,354
Financial assets measured at fair value through other comprehensive income	2,290	2,290
Investment in subsidiaries	-	-
Investments in associates and joint ventures	-	-
Property, plant and equipment	1,007,213	970,539
Right of use assets	543,195	598,979
Goodwill and intangible assets	199,490	21,273
Deferred tax assets	903,721	903,721
Other assets	5,096,371	2,760,587
Total assets	236,204,470	221,109,151
Liabilities		
Due to banks	28,548,375	21,796,679
Derivative financial instruments	-	-
Financial liabilities recognized through profit or loss		
- measured at fair value	-	-
- designated at fair value	-	-
Financial liabilities at amortized cost		
- due to depositors	181,285,031	172,882,632
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	2,105,878	2,000,000
Retirement benefit obligations	2,657,359	2,782,875
Current tax liabilities	-	378,204
Deferred tax liabilities	-	-
Other liabilities	7,167,015	6,154,444
Due to subsidiaries	-	-
Total liabilities	221,763,658	205,994,834
Equity		
Stated capital/Assigned capital	8,047,230	8,047,230
Statutory reserve fund	762,463	762,463
OCI reserve	-	-
Retained earnings	1,775,814	2,449,319
Other reserves	3,855,305	3,855,305
Total shareholders' equity	14,440,812	15,114,317
Non-controlling interests	-	-
Total equity	14,440,812	15,114,317
Total equity and liabilities	236,204,470	221,109,151
Contingent liabilities and commitments	239,670	202,335
Memorandum Information		
Number of Employees	2,612	2,657
Number of Branches	276	276

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

Rupees Thousands	Stated capital/Assigned Capital			Reserves				Total	Non Controlling Interest	Total Equity
	Ordinary Voting Share	Ordinary Non Voting Share	Assigned Capital	Statutory Reserve Fund	OCI Reserve	Retained Earnings	Other Reserve			
Balance as at 01/01/2021 (Opening balance)	-	-	8,047,230	762,463	-	2,449,319	3,855,305	15,114,317	-	15,114,317
Total comprehensive income for the period	-	-	-	-	-	(673,505)	-	(673,505)	-	(673,505)
Other comprehensive income (net of tax)	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(673,505)	-	(673,505)	-	(673,505)
Transactions with equity holders, recognised directly in equity										
Share issue/increase of assigned capital	-	-	-	-	-	-	-	-	-	-
Share options exercised	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the period	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-
Contribution to the National Insurance Trust Fund	-	-	-	-	-	-	-	-	-	-
Profit transferred to Head Office	-	-	-	-	-	-	-	-	-	-
Gain/(loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)	-	-	-	-	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	-	-	-	-	-	-	-
Balance as at 30/09/2021	-	-	8,047,230	762,463	-	1,775,814	3,855,305	14,440,812	-	14,440,812

ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT AS AT 30TH SEPTEMBER 2021

Rupees Thousands	Bank		Rupees Thousands	Bank	
	Current Period 30/09/2021 (Unaudited)	Previous Year 31/12/2020 (Audited)		Current Period 30/09/2021 (Unaudited)	Previous Year 31/12/2020 (Audited)
Product-wise Gross loans & advances					
By product - Domestic currency					
Term loans	117,879,835	116,873,830			
Leasing	1,130,824	832,028			
Pawning	17,404,008	15,412,551			
Refinance	30,895,347	23,209,366			
Liya Isura	40,209	41,620			
Staff Loan	4,434,132	4,122,589			
Loans against Deposits	6,157,603	6,481,657			
SME	175,525	125,408			
Sub total	178,117,483	167,099,050			
By product - Foreign currency					
Overdrafts	-	-			
Term loans	-	-			
Guarantees	-	-			
Bonds	-	-			