



PRADESHIYA SANWARDANA BANK

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

"BBB+" Negative
ICRA Lanka

INCOME STATEMENT FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

Rupees Thousands	Bank	
	Current Period 30/09/2022 (Unaudited)	Previous Period 30/09/2021 (Unaudited)
Interest income	23,470,404	16,757,709
Interest expenses	(12,328,068)	(7,920,266)
Net interest income	11,142,336	9,537,443
Fee and commission income	674,540	595,275
Fee and commission expenses	(409,354)	(218,337)
Net fee and commission income	265,185	376,938
Net gains/(losses) from trading	-	26
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	16,631	15,029
Total operating income	11,424,152	9,929,436
Impairment charges	(1,484,614)	(2,648,867)
Net operating income	9,939,538	7,280,569
Personnel expenses	(6,257,233)	(5,439,852)
Depreciation and amortization expenses	(394,746)	(425,071)
Other expenses	(1,155,046)	(991,268)
Operating profit/(loss) before VAT on financial services	2,132,514	424,377
VAT on financial services	(1,248,031)	(747,664)
Operating profit/(loss) after VAT on financial services	884,482	(323,287)
Share of profits of associates and joint ventures	-	-
Profit/(loss) before tax	884,482	(323,287)
Income tax expenses	(643,104)	(350,218)
Profit/(loss) for the period	241,378	(673,505)
Profit attributable to:		
Equity holders of the parent	241,378	(673,505)
Non-controlling interests	-	-
Earnings per share on profit		
Basic earnings per ordinary share	0.44	-
Diluted earnings per ordinary share	-	-

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

Rupees Thousands	Bank	
	Current Period 30/09/2022 (Unaudited)	Previous Period 30/09/2021 (Unaudited)
Profit/(loss) for the period	241,378	(673,505)
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 (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	-	-
Differed Tax impact on retirement benefit obligation	-	-
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	241,378	(673,505)
Attributable to:		
Equity holders of the parent	241,378	(673,505)
Non-controlling interest	-	-

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS AS AT 30TH SEPTEMBER 2022

a. Bank - Current Period (Unaudited)				
Rupees Thousands	AC	FVPL	FVOCI	TOTAL
ASSETS				
Cash and cash equivalents	6,974,400	-	-	6,974,400
Balances with Central Bank	-	-	-	-
Placements with banks	4,556,757	-	-	4,556,757
Equity Instruments at fair value through profit or loss	-	138	-	138
Loans and advances	197,167,550	-	-	197,167,550
Debt instruments	65,246,753	-	-	65,246,753
Equity instruments	-	-	2,290	2,290
Other Assets	5,795,286	-	-	5,795,286
Total Financial Assets	279,740,747	138	2,290	279,740,747
LIABILITIES				
Due to banks	-	-	48,376,790	48,376,790
Derivative financial instruments	-	-	-	-
Financial liabilities	-	-	-	-
- due to depositors	-	-	207,365,025	207,365,025
- due to debt securities holders	-	-	-	-
- due to other borrowers	-	-	-	-
Debt securities issued	-	-	-	-
Other Liability	-	-	4,915,406	4,915,406
Total Financial Liabilities	-	-	260,657,220	260,657,220
b. Bank - Previous Year (Audited)				
ASSETS				
Cash and cash equivalents	1,486,879	-	-	1,486,879
Balances with Central Bank	-	-	-	-
Placements with banks	6,596,073	-	-	6,596,073
Equity Instruments at fair value through profit or loss	-	188	-	188
Loans and advances	175,229,667	-	-	175,229,667
Debt instruments	54,856,210	-	-	54,856,210
Equity instruments	-	-	2,290	2,290
Other Assets	3,721,642	-	-	3,721,642
Total Financial Assets	241,890,471	188	2,290	241,892,949
LIABILITIES				
Due to banks	-	-	29,500,937	29,500,937
Derivative financial instruments	-	-	-	-
Financial liabilities	-	-	-	-
- due to depositors	-	-	187,752,465	187,752,465
- due to debt securities holders	-	-	-	-
- due to other borrowers	-	-	-	-
Debt securities issued	-	-	2,000,000	2,000,000
Other Liability	-	-	5,514,858	5,514,858
Total Financial Liabilities	-	-	224,768,260	224,768,260

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

Rupees Thousands	Bank	
	Current Period 30/09/2022 (Unaudited)	Previous Period 30/09/2021 (Unaudited)
Cash flows from operating activities		
Profit before tax	2,132,514	424,377
Adjustment for:		
Non cash items included in profit before tax	2,994,184	3,237,149
Changes in operating assets	(12,592,994)	(12,833,039)
Changes in operating liabilities	18,421,017	14,616,665
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	(99,806)	(125,516)
Taxes on financial services	(1,222,285)	(747,664)
Tax Paid	(574,519)	(565,857)
Net cash generated from/(used in) operating activities	9,058,180	4,006,115
Cash flows from investing activities		
Purchase of Property, plant and equipment	-	-
Net purchase of intangible assets	-	(74,673)
Investment in Debenture	-	-
Investment in Fixed deposits (more than three months)	(34,812,569)	(1,039,927)
Proceeds from the sale of property, plant and equipment	497	150
Received Dividend Income	14	-
Net cash (used in) / from investing activities	(34,812,058)	(1,114,450)
Cash flows from financing activities		
Net proceeds from the issue of ordinary share capital	-	-
Payment of principal of operating lease	-	(234,277)
Net proceeds from the other borrowings	15,019,413	1,550,000
Redemption of Debentures	-	-
Interest paid & repayment of debentures	(76,177)	(237,625)
Net cash from financing activities	14,943,236	1,078,098
Net increase/(decrease) in cash & cash equivalents	(20,810,641)	3,969,763
Cash & cash equivalents at the beginning of the Period	43,570,749	43,446,344
Cash and cash equivalents at the end of the Period	32,760,107	47,416,108
Reconciliation of Cash & Cash Equivalents		
Cash and cash equivalents	6,974,400	2,307,222
Favorable balances with banks	-	-
Placements with Banks	4,556,757	9,823,173
Fixed deposits less than three months	22,658,897	36,143,329
Unfavorable balances with banks	(1,429,946)	(857,617)
	32,760,107	47,416,108

STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2022

Rupees Thousands	Bank	
	Current Period 30/09/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Assets		
Cash and cash equivalents	6,974,400	1,486,879
Balances with Central Bank	-	-
Placements with banks	4,556,757	6,596,073
Derivative financial instruments	-	-
Financial assets recognized through profit or loss	-	-
- measured at fair value	138	188
- designated at fair value	-	-
Financial assets at amortized cost	-	-
- loans and advances	197,167,550	175,229,667
- debt and other instruments	65,246,753	54,856,210
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	991,498	928,568
Right of use assets	596,793	505,092
Goodwill and intangible assets	115,163	113,689
Deferred tax assets	1,263,795	1,263,795
Other assets	7,176,297	4,907,060
Total assets	284,091,435	245,889,512
Liabilities		
Due to banks	48,376,790	29,500,937
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	207,365,025	187,752,465
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	-	2,000,000
Retirement benefit obligations	2,972,330	3,046,465
Current tax liabilities	-	503,092
Deferred tax liabilities	-	-
Other liabilities	9,742,589	7,693,301
Due to subsidiaries	-	-
Total liabilities	268,456,733	230,496,188
Equity		
Stated capital/Assigned capital	8,047,230	8,047,230
Statutory reserve fund	777,778	777,778
OCI reserve	-	-
Retained earnings	2,877,812	2,636,434
Other reserves	3,931,881	3,931,881
Total shareholders' equity	15,634,702	15,393,322
Non-controlling interests	-	-
Total equity	15,634,702	15,393,322
Total equity and liabilities	284,091,435	245,889,512
Contingent liabilities and commitments	254,987	225,888
Memorandum Information		
Number of Employees	2,557	2,590
Number of Branches	272	272

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

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	Revaluation Reserve	Retained Earnings	Other Reserve			
Balance as at 01/01/2022 (Opening balance)	-	-	8,047,230	777,778	-	-	2,636,434	3,931,881	15,393,322	-	15,393,324
Total comprehensive income for the period	-	-	-	-	-	-	241,378	-	241,378	-	241,378
Other comprehensive income (net of tax)	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	241,378	-	241,378	-	241,378
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	-	-	-	-	-	-	2,877,812	3,931,881	15,634,701	-	15,634,702
Balance as at 30/09/2022	-	-	8,047,230	777,778	-	-	2,877,812	3,931,881	15,634,701	-	15,634,702

ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT AS AT 30TH SEPTEMBER 2022

Rupees Thousands	Bank		Rupees Thousands	Bank	
	Current Period 30/09/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)		Current Period 30/09/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Product-wise Gross loans & advances					
By product – Domestic currency					
Term loans	124,548,367	125,188,767			
Leasing	1,386,856	853,278			
Pawning	36,751,439	20,173,959			
Refinance	35,372,943	31,511,331			
Liya Isura	36,204	37,781			
Staff Loan	5,078,305	4,614,968			
Loans against Deposits	8,562,449	6,535,720			
SME	123,747	123,863			
Sub total	211,860,309	189,039,666			
By product – Foreign currency					
Overdrafts					