



PRADESHIYA SANWARDANA BANK

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2022

Rupees Thousands	Bank	
	Current Year 31/12/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Interest income	34,977,712	23,545,299
Interest expenses	(19,420,471)	(9,893,373)
Net interest income	15,557,241	13,651,926
Fee and commission income	918,019	935,137
Fee and commission expenses	(590,396)	(312,112)
Net fee and commission income	327,623	623,025
Net gains/(losses) from trading	-	(24,215)
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	22,054	36,548
Total operating income	15,906,918	14,287,284
Impairment charges	(1,052,266)	(3,256,776)
Net operating income	14,854,652	11,030,508
Personnel expenses	(8,524,216)	(7,292,270)
Depreciation and amortization expenses	(518,495)	(520,988)
Other expenses	(1,927,413)	(1,290,468)
Operating profit/(loss) before VAT & SSCL on financial services	3,884,528	1,926,782
VAT on financial services	(1,842,352)	(1,151,277)
Social Security Contribution Levy	(79,403)	-
Operating profit/(loss) after VAT & SSCL on financial services	1,962,774	775,505
Share of profits of associates and joint ventures	-	-
Profit/(loss) before tax	1,962,774	775,505
Income tax expenses	(1,048,585)	(469,202)
Profit/(loss) for the year	914,189	306,303
Profit attributable to:		
Equity holders of the parent	914,189	306,303
Non-controlling interests	-	-
Earnings per share on profit		
Basic earnings per ordinary share	1.66	0.56
Diluted earnings per ordinary share	-	-

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2022

Rupees Thousands	Bank	
	Current Year 31/12/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Profit/(loss) for the Year	914,189	306,303
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	-	(35,918)
Changes in revaluation surplus	-	-
Share of profits of associates and joint ventures	-	-
Differed Tax impact on retirement benefit obligation	-	8,620
Less: Tax expense relating to items that will not be reclassified to income statement	-	-
Other Comprehensive Income (OCI) for the Year, net of taxes	(27,298)	(27,298)
Total comprehensive income for the Year	914,189	279,005
Attributable to:		
Equity holders of the parent	914,189	279,005
Non-controlling interest	-	-

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS AS AT 31ST DECEMBER 2022

a. Bank - Current Year (Unaudited)

Rupees Thousands	AC	FVPL	FVOCI	TOTAL
ASSETS				
Cash and cash equivalents	3,768,934	-	-	3,768,934
Balances with Central Bank	-	-	-	-
Placements with banks	12,072,305	-	-	12,072,305
Equity Instruments at fair value through profit or loss	-	138	-	138
Loans and advances	202,143,916	-	-	202,143,916
Debt instruments	58,938,034	-	-	58,938,034
Equity instruments	-	-	2,290	2,290
Other Assets	5,738,772	-	-	5,738,772
Total Financial Assets	282,661,961	138	2,290	282,664,389
LIABILITIES				
Due to banks	-	-	48,687,378	48,687,378
Derivative financial instruments	-	-	-	-
Financial liabilities	-	-	-	-
- due to depositors	-	-	210,373,729	210,373,729
- due to debt securities holders	-	-	-	-
- due to other borrowers	-	-	-	-
Debt securities issued	-	-	-	-
Other Liability	-	-	5,284,135	5,284,135
Total Financial Liabilities			264,345,242	264,345,242

b. Bank - Previous Year (Audited)

Rupees Thousands	AC	FVPL	FVOCI	TOTAL
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 YEAR ENDED 31ST DECEMBER 2022

Rupees Thousands	Bank	
	Current Year 31/12/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Cash flows from operating activities		
Profit before tax	1,962,774	775,505
Adjustment for:		
Non cash items included in profit before tax	1,388,830	4,704,390
Changes in operating assets	(15,897,405)	(24,995,398)
Changes in operating liabilities	21,584,276	19,407,758
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	-	-
Other reclassification	-	-
Contribution paid to defined benefit plans	(149,428)	(134,929)
Taxes on financial services	-	-
Tax Paid	(980,000)	(695,837)
Net cash generated from/used in operating activities	7,909,047	(938,512)
Cash flows from investing activities		
Purchase of Property, plant and equipment	(193,872)	(202,693)
Net purchase of intangible assets	(1,987)	(123,381)
Investment in Debenture	-	392,280
Investment in Fixed deposits (more than three months)	(19,838,651)	(3,220,345)
Proceeds from the sale of property, plant and equipment	11,391	17,454
Received Dividend Income	4,385	10,210
Net cash (used in) / from investing activities	(20,018,734)	(3,126,476)
Cash flows from financing activities		
Net proceeds from the issue of ordinary share capital	-	-
Payment of principal of operating lease	-	(326,522)
Net proceeds from the other borrowings	14,633,319	4,807,413
Redemption of Debentures	-	-
Interest paid & repayment of debentures	(76,177)	(311,500)
Net cash from financing activities	14,557,142	4,169,391
Net increase/(decrease) in cash & cash equivalents	2,447,456	104,404
Cash & cash equivalents at the beginning of the Year	43,570,749	43,466,344
Cash and cash equivalents at the end of the Year	46,018,204	43,570,748
Reconciliation of Cash & Cash Equivalents		
Cash and cash equivalents	3,768,934	1,486,879
Favorable balances with banks	-	-
Placements with banks	12,072,305	6,596,073
Fixed deposits less than three months	30,869,317	35,579,154
Unfavorable balances with banks	(692,352)	(91,358)
	46,018,204	43,570,748

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2022

Rupees Thousands	Bank	
	Current Year 31/12/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Assets		
Cash and cash equivalents	3,768,934	1,486,879
Balances with Central Bank	-	-
Placements with banks	12,072,305	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	202,143,916	175,229,667
- debt and other instruments	58,938,034	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	932,133	928,568
Right of use assets	687,826	505,092
Goodwill and intangible assets	73,411	113,689
Deferred tax assets	1,263,795	1,263,795
Other assets	7,200,967	4,907,600
Total assets	287,083,748	245,889,512
Liabilities		
Due to banks	48,687,378	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	210,373,729	187,752,465
- due to debt securities holders	-	-
- due to other borrowers	-	-
Debt securities issued	-	2,000,000
Retirement benefit obligations	2,924,011	3,046,465
Current tax liabilities	-	503,022
Deferred tax liabilities	-	-
Other liabilities	8,616,484	7,693,301
Due to subsidiaries	-	-
Total liabilities	270,601,602	230,496,188
Equity		
Stated capital/Assigned capital	8,921,865	8,047,230
Statutory reserve fund	777,778	777,778
OCI reserve	-	-
Retained earnings	3,550,623	2,636,434
Other reserves	3,931,881	3,931,881
Total shareholders' equity	16,482,146	15,393,322
Non-controlling interests	-	-
Total equity	16,482,146	15,393,322
Total equity and liabilities	287,083,748	245,889,512
Contingent liabilities and commitments	385,267	225,888
Memorandum Information		
Number of Employees	2,531	2,590
Number of Branches	272	272

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 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	15,393,323	-	15,393,323
Total comprehensive income for the Year	-	-	-	-	-	-	914,189	-	914,189	-	914,189
Profit/(loss) for the Year (net of tax)	-	-	-	-	-	-	914,189	-	914,189	-	914,189
Other comprehensive income (net of tax)	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the Year	-	-	-	-	-	-	914,189	-	914,189	-	914,189
Transactions with equity holders, recognised directly in equity											
Share issue/increase of assigned capital	-	-	174,635	-	-	-	-	-	174,635	-	174,635
Share options exercised	-	-	-	-	-	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserves during the year	-	-	-	-	-	-	-	-	-	-	-
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	-	-	174,635	-	-	-	-	-	174,635	-	174,635
Balance as at 31/12/2022	-	-	8,221,865	777,778	-	-	3,550,623	3,931,881	16,482,146	-	16,482,146

ANALYSIS OF LOANS & ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT AS AT 31ST DECEMBER 2022

Rupees Thousands	Bank		Rupees Thousands	Bank	
	Current Year 31/12/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)		Current Year 31/12/2022 (Unaudited)	Previous Year 31/12/2021 (Audited)
Product-wise Gross loans & advances					
By product - Domestic currency					
Term loans	119,901,205	125,188,767			
Leasing	1,315,748	853,278			
Pawning	42,217,211	20,173,959			
Refinance	37,586,411	31,511,331			
Liya Isura	33,967	37,781			