



# NATIONAL SAVINGS BANK

## FINANCIAL STATEMENTS

**AAA(Ika)**  
First Sri Lankan Bank  
to be rated AAA

For the six months ended 30<sup>th</sup> June, 2018

### INCOME STATEMENT

For the six months ended 30th June	Bank		Group	
	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000
<b>Income</b>	<b>57,130,120</b>	<b>51,383,455</b>	<b>57,628,723</b>	<b>51,212,127</b>
Interest income	56,347,262	49,142,998	56,848,119	49,592,548
Interest expenses	(42,490,997)	(37,312,251)	(42,816,416)	(37,618,443)
<b>Net interest income</b>	<b>13,856,265</b>	<b>11,830,747</b>	<b>14,031,703</b>	<b>11,974,105</b>
Fee and commission income	437,772	364,623	439,420	369,496
Fee and commission expenses	(55,956)	(54,823)	(57,227)	(57,100)
<b>Net fee and commission income</b>	<b>381,816</b>	<b>309,800</b>	<b>382,193</b>	<b>312,396</b>
Net gain/(loss) from trading	(45,216)	851,607	(48,179)	991,643
Net gain/(loss) from financial investments	-	14,733	-	14,733
Net gain/(loss) from financial instruments at fair value through profit or loss	-	-	-	-
Net gain/(loss) on derecognition of financial assets measured at amortised cost	-	-	-	-
Net gain/(loss) on derecognition of financial assets measured at fair value through other comprehensive income	3,270	-	3,270	-
Other operating income (net)	387,032	1,009,494	386,093	243,707
<b>Total operating income</b>	<b>14,583,166</b>	<b>14,016,381</b>	<b>14,755,079</b>	<b>13,536,584</b>
Credit loss expense on loans and receivables	-	-	-	-
Individual impairment	-	-	-	-
Collective impairment	(548,156)	(212,099)	(548,156)	(212,099)
Credit loss expense on other finance assets	-	-	-	-
Individual impairment	(9,451)	-	(9,451)	-
Collective impairment	-	-	-	-
<b>Net operating income</b>	<b>14,025,560</b>	<b>13,804,282</b>	<b>14,197,473</b>	<b>13,324,485</b>
Personnel expenses	(4,886,744)	(3,653,918)	(4,905,163)	(3,668,551)
Depreciation and amortization	(285,275)	(195,399)	(285,768)	(195,766)
Other expenses	(1,958,733)	(1,885,746)	(1,936,683)	(1,852,645)
<b>Operating profit/(loss) before Value Added Tax (VAT) and Nation Building Tax (NBT)</b>	<b>6,894,808</b>	<b>8,069,220</b>	<b>7,069,859</b>	<b>7,607,524</b>
Value Added Tax on financial services	(1,490,610)	(1,486,798)	(1,515,514)	(1,527,555)
Nation Building Tax on financial services	(198,748)	(198,240)	(202,069)	(203,674)
<b>Operating profit/(loss) after Value Added Tax (VAT) and Nation Building Tax (NBT)</b>	<b>5,205,450</b>	<b>6,384,182</b>	<b>5,352,276</b>	<b>5,876,295</b>
Share of profits of associates and joint ventures	-	-	-	-
<b>Profit/(loss) before tax</b>	<b>5,205,450</b>	<b>6,384,182</b>	<b>5,352,276</b>	<b>5,876,295</b>
Income tax expenses	(2,148,175)	(1,857,998)	(2,197,391)	(1,941,386)
<b>Profit/(loss) for the period</b>	<b>3,057,275</b>	<b>4,526,184</b>	<b>3,154,885</b>	<b>3,934,909</b>
<b>Profit attributable to:</b>				
Equity holders of the Bank	3,057,275	4,526,184	3,154,885	3,934,909
Non-controlling interests	-	-	-	-
<b>Earnings per share on profit</b>				
Earnings per ordinary share - Basic (Rs.)	4.56	7.30	4.71	6.35
Earnings per ordinary share - Diluted (Rs.)	4.56	7.30	4.71	6.35

### STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30th June	Bank		Group	
	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000
<b>Profit for the period</b>	<b>3,057,275</b>	<b>4,526,184</b>	<b>3,154,885</b>	<b>3,934,909</b>
<b>Other comprehensive income, net of taxes</b>				
<b>Other comprehensive income to be reclassified to Income Statement</b>				
Net gains/(losses) on cash flow hedges	(240,574)	151,710	(240,574)	151,710
Net gains/(losses) on Debt instruments at fair value through other comprehensive income	(18,388)	-	(13,299)	-
Gains/(losses) on re-measuring available-for-sale financial assets	-	438,269	-	507,090
Fair value gains transferred to the Income Statement on disposal of debt instruments at fair value through other comprehensive income	2,527	-	2,527	-
Fair value gains transferred to the Income Statement on disposal of available-for-sale financial assets	-	-	-	-
<b>Total other comprehensive income to be reclassified to Income Statement</b>	<b>(256,436)</b>	<b>589,979</b>	<b>(251,347)</b>	<b>658,799</b>
<b>Other comprehensive income not to be reclassified to Income Statement</b>				
Net gains/(losses) on revaluation of Property, Plant and Equipment	-	-	-	-
Net gains/(losses) on equity instruments at fair value through other comprehensive income	(368,847)	-	(368,847)	-
Actuarial gains/(losses) on retirement benefit plans	-	-	226	603
<b>Total other comprehensive income not to be reclassified to Income Statements</b>	<b>(368,847)</b>	<b>-</b>	<b>(368,621)</b>	<b>603</b>
<b>Other comprehensive income for the period, net of taxes</b>	<b>(625,282)</b>	<b>589,979</b>	<b>(619,967)</b>	<b>659,402</b>
<b>Total comprehensive income for the period</b>	<b>2,431,993</b>	<b>5,116,163</b>	<b>2,534,918</b>	<b>4,594,311</b>
Attributable to:				
Equity holders	2,431,993	5,116,163	2,534,918	4,594,311

**Explanatory Notes :-**  
1. There are no changes to the accounting policies and methods of computation since the publication of annual accounts for the year 2017 except the application of SLFRS - 09. The Bank has applied SLFRS - 09 effective from 01/01/2018 for the preparation of Financial Statements in replacement of LKAS-39.  
2. The Bank has not restated comparative information for 2017 for financial instruments in the scope of SLFRS 09. Therefore, the comparative information for 2017 is reported under LKAS 39 and is not comparable to the information presented for 2018. Differences arising from the adoption of SLFRS 09 have been recognized directly in retained earnings as of 1st January 2018.  
3. There are no material events taken place after the reporting period, which requires adjustment or disclosure in these Financial Statements.

### STATEMENT OF CHANGES IN EQUITY - BANK

For the six months ended 30.06.2017	In Rupees Thousand							
	Stated Capital/Assigned Capital	Revaluation Reserve	Statutory Reserve Fund	Available for Sale Reserve	Cash Flow Hedging Reserve	Retained Earnings	Other Reserves	Total Equity
<b>Balance as at 1st January 2017</b>	<b>6,200,000</b>	<b>3,296,565</b>	<b>2,522,467</b>	<b>1,378,818</b>	<b>1,850</b>	<b>2,379,307</b>	<b>16,466,570</b>	<b>32,245,580</b>
Net profit for the period	-	-	-	-	-	4,526,184	-	4,526,184
Other comprehensive income net of tax	-	-	-	438,269	151,710	-	-	589,979
Transfers to unclaimed deposits reserve	-	-	-	-	-	-	(24,840)	(24,840)
Contribution to the Consolidated Fund - Dividend/Levy	-	-	-	-	-	(1,245,900)	-	(1,245,900)
Contribution to National Insurance Trust Fund	-	-	-	-	-	(45,262)	-	(45,262)
Transfers during the period	-	18,272	226,309	-	-	(226,309)	-	18,272
<b>Balance as at 30th June 2017</b>	<b>6,200,000</b>	<b>3,314,837</b>	<b>2,748,776</b>	<b>1,817,087</b>	<b>153,560</b>	<b>5,388,020</b>	<b>16,441,730</b>	<b>36,064,014</b>
<b>For the six months ended 30.06.2018</b>								
<b>Balance as at 1st January 2018</b>	<b>6,700,000</b>	<b>7,793,317</b>	<b>3,002,952</b>	<b>1,345,237</b>	<b>291,924</b>	<b>2,228,885</b>	<b>18,859,461</b>	<b>40,221,778</b>
Impact of adopting SLFRS 9	-	-	-	(298,160)	-	(298,160)	-	(298,160)
Re-stated opening balance under SLFRS 9	<b>6,700,000</b>	<b>7,793,317</b>	<b>3,002,952</b>	<b>1,345,237</b>	<b>291,924</b>	<b>1,930,725</b>	<b>18,859,461</b>	<b>39,923,618</b>
Net Profit for the period	-	-	-	-	-	3,057,275	-	3,057,275
Other comprehensive income net of tax	-	-	-	-	(240,574)	-	-	(240,574)
Net change in fair value of debt instrument of Fair Value through other Comprehensive Income	-	-	-	(15,861)	-	-	-	(15,861)
Net change in fair value of equity instrument of Fair Value through other Comprehensive Income	-	-	-	(368,847)	-	-	-	(368,847)
Transfers to unclaimed deposits reserve	-	-	-	-	-	-	(38,680)	(38,680)
Contribution to the Consolidated Fund-Dividend/Levy	-	-	-	-	-	-	-	-
Contribution to National Insurance Trust Fund	-	-	-	-	-	(30,573)	-	(30,573)
Transfers during the Period	-	-	152,864	-	-	(152,864)	-	-
<b>Balance as at 30th June 2018</b>	<b>6,700,000</b>	<b>7,793,317</b>	<b>3,155,816</b>	<b>960,529</b>	<b>51,350</b>	<b>4,804,563</b>	<b>18,820,781</b>	<b>42,286,358</b>

### STATEMENT OF CHANGES IN EQUITY - GROUP

For the six months ended 30.06.2017	In Rupees Thousand							
	Stated Capital/Assigned Capital	Revaluation Reserve	Statutory Reserve Fund	Available for Sale Reserve	Cash Flow Hedging Reserve	Retained Earnings	Other Reserves	Total Equity
<b>Balance as at 1st January 2017</b>	<b>6,200,000</b>	<b>3,296,565</b>	<b>2,522,467</b>	<b>1,096,758</b>	<b>1,850</b>	<b>3,708,614</b>	<b>16,960,532</b>	<b>33,786,788</b>
Net profit for the period	-	-	-	-	-	3,934,909	-	3,934,909
Other comprehensive income net of tax	-	-	-	507,090	151,710	603	-	659,403
Transfers to unclaimed deposits reserve	-	-	-	-	-	-	(24,840)	(24,840)
Contribution to the Consolidated Fund - Dividend/Levy	-	-	-	-	-	(1,245,900)	-	(1,245,900)
Withholding Tax on dividend	-	-	-	-	-	(84,983)	-	(84,983)
Contribution to National Insurance Trust Fund	-	-	-	-	-	(45,262)	-	(45,262)
Transfers during the period	-	18,272	226,309	-	-	(269,703)	43,394	18,272
<b>Balance as at 30th June 2017</b>	<b>6,200,000</b>	<b>3,314,837</b>	<b>2,748,776</b>	<b>1,603,848</b>	<b>153,560</b>	<b>5,998,279</b>	<b>16,979,086</b>	<b>36,998,387</b>
<b>For the six months ended 30.06.2018</b>								
<b>Balance as at 1st January 2018</b>	<b>6,700,000</b>	<b>7,793,317</b>	<b>3,002,952</b>	<b>1,228,420</b>	<b>291,924</b>	<b>2,805,727</b>	<b>19,444,122</b>	<b>41,266,465</b>
Impact of adopting SLFRS 9	-	-	-	-	-	(298,233)	-	(298,233)
Re-stated opening balance under SLFRS 9	<b>6,700,000</b>	<b>7,793,317</b>	<b>3,002,952</b>	<b>1,228,420</b>	<b>291,924</b>	<b>2,507,494</b>	<b>19,444,122</b>	<b>40,968,232</b>
Net Profit for the period	-	-	-	-	-	3,154,885	-	3,154,885
Other comprehensive income net of tax	-	-	-	-	(240,574)	226	-	(240,348)
Net change in fair value of debt instrument of Fair Value through other Comprehensive Income	-	-	-	(10,772)	-	-	-	(10,772)
Net change in fair value of equity instrument of Fair Value through other Comprehensive Income	-	-	-	(368,847)	-	-	-	(368,847)
Transfers to unclaimed deposits reserve	-	-	-	-	-	-	(38,680)	(38,680)
Contribution to the Consolidated Fund-Dividend/Levy	-	-	-	-	-	-	-	-
Contribution to National Insurance Trust Fund	-	-	-	-	-	(30,573)	-	(30,573)
Transfers during the Period	-	-	152,864	-	-	(177,267)	24,403	-
<b>Balance as at 30th June 2018</b>	<b>6,700,000</b>	<b>7,793,317</b>	<b>3,155,816</b>	<b>848,801</b>	<b>51,350</b>	<b>5,454,767</b>	<b>19,429,845</b>	<b>43,433,898</b>



# NATIONAL SAVINGS BANK

## FINANCIAL STATEMENTS

For the six months ended 30<sup>th</sup> June, 2018

AAA(Ika)

First Sri Lankan Bank  
to be rated AAA

### ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS - BANK

a. Bank - as at 30.06.2018							
In Rupees Thousand	Held for Trading	Fair Value through OCI	Held to Maturity	Amortised Cost	Available for Sale	Hedging	Total
<b>ASSETS</b>							
Cash and cash equivalents	-	-	-	3,958,694	-	-	3,958,694
Balances with central banks	-	-	-	-	-	-	-
Placement with banks	-	-	-	40,201,928	-	-	40,201,928
Derivative financial instruments	-	-	-	-	-	1,254,294	1,254,294
Other financial assets held for trading	10,101,288	-	-	-	-	-	10,101,288
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Equity Instrument	-	4,072,104	-	-	-	-	4,072,104
Loans and receivables to banks	-	-	-	28,544,325	-	-	28,544,325
Loans and receivables to other customers	-	-	-	379,760,919	-	-	379,760,919
Debt Instrument	-	666,793	-	564,231,059	-	-	564,897,852
<b>Total financial assets</b>	<b>10,101,288</b>	<b>4,738,897</b>	<b>-</b>	<b>1,016,696,926</b>	<b>-</b>	<b>1,254,294</b>	<b>1,032,791,404</b>

In Rupees Thousand	Held for Trading	Designated at Fair value	Amortised Cost	Hedging	Total
<b>LIABILITIES</b>					
Due to banks	-	-	124,903	-	124,903
Derivative financial instruments	-	-	-	1,365,346	1,365,346
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	793,394,921	-	793,394,921
Other borrowings	-	-	224,926,885	-	224,926,885
Subordinated liabilities	-	-	6,004,274	-	6,004,274
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>1,024,450,983</b>	<b>1,365,346</b>	<b>1,025,816,329</b>

### b. Bank - as at 31.12.2017 (Audited)

In Rupees Thousand	Held for Trading	Designated at Fair value	Held to Maturity	Amortised Cost	Available for Sale	Hedging	Total
<b>ASSETS</b>							
Cash and cash equivalents	-	-	-	3,849,627	-	-	3,849,627
Balances with central banks	-	-	-	-	-	-	-
Placement with banks	-	-	-	23,438,104	-	-	23,438,104
Derivative financial instruments	-	-	-	-	-	1,360,714	1,360,714
Other financial assets held for trading	6,472,314	-	-	-	-	-	6,472,314
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivable to banks	-	-	-	27,714,565	-	-	27,714,565
Loans and receivable to other customers	-	-	-	360,309,866	-	-	360,309,866
Financial investments	-	544,273,077	-	5,693,829	-	-	549,966,905
<b>Total financial assets</b>	<b>6,472,314</b>	<b>544,273,077</b>	<b>415,312,162</b>	<b>5,693,829</b>	<b>1,360,714</b>	<b>973,112,095</b>	

In Rupees Thousand	Held for Trading	Designated at Fair value	Amortised Cost	Hedging	Total
<b>LIABILITIES</b>					
Due to banks	-	-	180,439	-	180,439
Derivative financial instruments	-	-	-	956,937	956,937
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	737,212,640	-	737,212,640
Other borrowings	-	-	217,955,777	-	217,955,777
Subordinated liabilities	-	-	6,006,411	-	6,006,411
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>961,355,267</b>	<b>956,937</b>	<b>962,312,204</b>

### NOTES TO THE FINANCIAL STATEMENT

#### 01. Loans and Receivables to Other Customers

In Rupees Thousand	Bank		Group	
	As at 30.06.2018	As at 31.12.2017	As at 30.06.2018	As at 31.12.2017
Gross loans and receivables	382,610,649	362,608,207	382,636,597	361,064,434
(Less): Individual impairment	-	-	-	-
Collective impairment (Note - a)	(2,849,730)	(2,298,341)	(2,849,730)	(2,298,341)
Net loans and receivables including those designated at fair value through profit or loss	379,760,919	360,309,866	379,786,867	358,766,093
(Less): Loans and receivables designated at fair value through profit or loss	-	-	-	-
<b>Net loans and receivables (Note - b)</b>	<b>379,760,919</b>	<b>360,309,866</b>	<b>379,786,867</b>	<b>358,766,093</b>

#### Note - a. Movements in Individual and Collective Impairment during the period for Loans and Receivables to Other Customers

In Rupees Thousand	Bank		Group	
	As at 30.06.2018	As at 31.12.2017	As at 30.06.2018	As at 31.12.2017
<b>Individual impairment</b>				
Opening balance	-	-	-	-
Charge/(Write back) to Income Statement	-	-	-	-
Write-off during the year	-	-	-	-
Other movements	-	-	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Collective impairment</b>				
Opening balance	2,298,341	1,731,772	2,298,341	1,731,772
SLFRS 09 adjustment to opening balance	18,466	-	18,466	-
Opening balance after SLFRS 09 adjustment to	2,316,807	1,731,772	2,316,807	1,731,772
Charge/(Write back) to Income Statement	542,610	693,233	542,610	693,233
Other movements/Interest waive off	(9,687)	(126,664)	(9,687)	(126,664)
<b>Closing balance</b>	<b>2,849,730</b>	<b>2,298,341</b>	<b>2,849,730</b>	<b>2,298,341</b>
<b>Total impairment</b>	<b>2,849,730</b>	<b>2,298,341</b>	<b>2,849,730</b>	<b>2,298,341</b>

#### Note - b. Loans and Receivables to Other Customers - by product

In Rupees Thousand	Bank		Group	
	As at 30.06.2018	As at 31.12.2017	As at 30.06.2018	As at 31.12.2017
<b>By product - Domestic Currency</b>				
Overdrafts	-	-	-	-
Term loans	307,635,839	291,862,646	307,635,839	291,862,646
Pawning	26,212,139	23,780,013	26,212,139	23,780,013
Securitization/Trust Certificates	5,299,844	3,083,997	5,299,844	3,083,997
Loan to Government	2,075,000	2,075,000	2,075,000	2,075,000
Staff Loans	5,388,647	5,016,902	5,388,647	5,016,902
Securities purchased under resale agreements	237,191	2,826,289	263,139	1,282,516
Other loans	3,916,282	3,719,127	3,916,282	3,719,127
<b>Sub total</b>	<b>350,764,943</b>	<b>332,363,975</b>	<b>350,790,892</b>	<b>330,820,203</b>
<b>By product - Foreign Currency</b>				
Overdrafts	-	-	-	-
Term loans	28,995,976	27,945,891	28,995,976	27,945,891
Other loans	-	-	-	-
<b>Sub total</b>	<b>28,995,976</b>	<b>27,945,891</b>	<b>28,995,976</b>	<b>27,945,891</b>
<b>Total</b>	<b>379,760,919</b>	<b>360,309,866</b>	<b>379,786,867</b>	<b>358,766,093</b>

#### 02. Due to Other Customers - by product

In Rupees Thousand	Bank		Group	
	As at 30.06.2018	As at 31.12.2017	As at 30.06.2018	As at 31.12.2017
<b>By product - Domestic Currency</b>				
Savings deposits	192,267,597	185,201,449	192,267,597	185,201,449
Fixed deposits	591,486,975	542,647,417	591,486,975	542,647,417
Other deposits	-	-	-	-
<b>Sub total</b>	<b>783,754,573</b>	<b>727,848,866</b>	<b>783,754,573</b>	<b>727,848,866</b>
<b>By product - Foreign Currency</b>				
Savings deposits	2,946,282	2,990,433	2,946,282	2,990,433
Fixed deposits	6,694,067	6,373,341	6,694,067	6,373,341
Other deposits	-	-	-	-
<b>Sub total</b>	<b>9,640,349</b>	<b>9,363,774</b>	<b>9,640,349</b>	<b>9,363,774</b>
<b>Total</b>	<b>793,394,921</b>	<b>737,212,640</b>	<b>793,394,921</b>	<b>737,212,640</b>

### ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS - GROUP

c. Group - as at 30.06.2018							
In Rupees Thousand	Held for Trading	Fair value through OCI	Held to Maturity	Amortised Cost	Available for Sale	Hedging	Total
<b>ASSETS</b>							
Cash and cash equivalents	-	-	-	3,959,430	-	-	3,959,430
Balances with central banks	-	-	-	87	-	-	87
Placement with banks	-	-	-	40,201,928	-	-	40,201,928
Derivative financial instruments	-	-	-	-	-	1,254,294	1,254,294
Other financial assets held for trading	14,071,086	-	-	-	-	-	14,071,086
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Equity Instrument	-	4,073,104	-	-	-	-	4,073,104
Loans and receivable to banks	-	-	-	28,549,127	-	-	28,549,127
Loans and receivable to other customers	-	-	-	379,786,867	-	-	379,786,867
Debt Instrument	-	2,723,808	-	568,218,897	-	-	570,942,705
<b>Total financial assets</b>	<b>14,071,086</b>	<b>6,796,912</b>	<b>-</b>	<b>1,020,716,338</b>	<b>-</b>	<b>1,254,294</b>	<b>1,042,838,629</b>

In Rupees Thousand	Held for Trading	Designated at Fair value	Amortised Cost	Hedging	Total
<b>LIABILITIES</b>					
Due to banks	-	-	747,317	-	747,317
Derivative financial instruments	-	-	-	1,365,346	1,365,346
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	793,394,921	-	793,394,921
Other borrowings	-	-	232,511,718	-	232,511,718
Subordinated liabilities	-	-	6,004,274	-	6,004,274
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>1,032,658,231</b>	<b>1,365,346</b>	<b>1,034,023,577</b>

### d. Group - as at 31.12.2017 (Audited)

In Rupees Thousand	Held for Trading	Designated at Fair value	Held to Maturity	Amortised Cost	Available for Sale	Hedging	Total
<b>ASSETS</b>							
Cash and cash equivalents	-	-	-	3,854,086	-	-	3,854,086
Balances with central banks	-	-	-	94	-	-	94
Placement with banks	-	-	-	23,438,104	-	-	23,438,104
Derivative financial instruments	-	-	-	-	-	1,360,714	1,360,714
Other financial assets held for trading	9,389,950	-	-	-	-	-	9,389,950
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivable to banks	-	-	-	27,971,234	-	-	27,971,234
Loans and receivable to other customers	-	-	-	358,766,093	-	-	358,766,093
Financial investments	-	-	547,924,390	-	7,713,852	-	555,638,242
<b>Total financial assets</b>	<b>9,389,950</b>	<b>-</b>	<b>547,924,390</b>	<b>414,029,611</b>	<b>7,713,852</b>	<b>1,360,714</b>	<b>980,418,516</b>

In Rupees Thousand	Held for Trading	Designated at Fair value	Amortised Cost	Hedging	Total
<b>LIABILITIES</b>					
Due to banks	-	-	828,433	-	828,433
Derivative financial instruments	-	-	-	956,937	956,937
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	737,212,640	-	737,212,640
Other borrowings	-	-	222,771,969	-	222,771,969
Subordinated liabilities	-	-	6,006,411	-	6,006,411
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>966,819,453</b>	<b>956,937</b>	<b>967,776,390</b>

### CASH FLOW STATEMENT

	Bank		Group	
	30.06.2018 Rs.'000	30.06.2017 Rs.'000	30.06.2018 Rs.'000	30.06.2017 Rs.'000
<b>Cash flows from operating activities</b>				
Profit before tax	5,205,450	6,384,182	5,352,276	5,876,295
<b>Adjustment for:</b>				
Non-cash items included in profit before tax	614,482	(1,317,995)	669,673	(567,628)
Change in operating assets	(50,329,621)	(39,218,244)	(53,106,528)	(36,533,509)
Change in operating liabilities	57,645,094	42,380,625	57,588,564	41,754,658
Placement with banks	(16,765,291)	2,885,109	(16,765,291)	2,885,109
Contribution paid to defined benefit plans	(527,182)	(663,826)	(527,182)	(663,826)
Tax paid	(2,122,985)	(1,823,702)	(2,232,185)	(1,823,702)
Interest expense on subordinated debt	386,795	386,795	386,795	386,795
Contribution paid to national insurance trust fund	(38,722)	(29,189)	(38,722)	(29,189)
Dividends received from investment in subsidiaries	-	(14,850)	-	-
<b>Net cash generated from operating activities</b>	<b>(5,931,979)</b>	<b>8,968,905</b>	<b>(8,697,601)</b>	<b>11,285,003</b>
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