



NATIONAL SAVINGS BANK

FINANCIAL STATEMENTS

For the Year ended 31st December 2023

(SL) AAA

INCOME STATEMENT (AUDITED)

	Bank		Group	
	2023 Rs. '000	2022 Rs. '000	2023 Rs. '000	2022 Rs. '000
For the Year ended 31st December				
Income	232,064,322	174,530,349	238,824,651	174,977,187
Interest income	226,967,227	172,940,351	231,204,088	175,769,899
Interest expenses	(197,402,011)	(140,477,402)	(199,266,982)	(142,166,248)
Net interest income	29,565,216	32,462,949	31,937,106	33,603,651
Fee and commission income	1,593,415	2,172,978	1,605,521	2,180,276
Fee and commission expenses	(317,046)	(232,767)	(317,292)	(235,201)
Net fee and commission income	1,276,369	1,940,211	1,288,229	1,945,075
Net gains/(losses) from trading	1,425,791	(971,434)	3,701,827	(3,489,830)
Net fair value gains/(losses)	-	-	-	-
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	-	(18,289)	-	(18,289)
at fair value through other comprehensive income	1,820,617	(7,913)	1,820,617	(7,913)
Net other operating income	257,272	414,656	492,598	543,045
Total operating income	34,345,265	33,820,181	39,240,377	32,575,739
Impairment charges	(4,258,828)	(4,862,198)	(4,159,978)	(4,935,391)
Net operating income	30,086,437	28,957,983	35,080,399	27,640,348
Personnel expenses	(16,110,458)	(13,790,521)	(16,424,824)	(14,117,672)
Depreciation and amortization expenses	(1,432,520)	(1,414,697)	(1,448,489)	(1,431,867)
Other expenses	(6,954,619)	(5,990,018)	(7,097,612)	(6,352,583)
Operating profit/(loss) before VAT & SSCL on financial services	5,588,840	7,762,747	10,109,474	5,738,226
Value Added Tax (VAT) on financial services	(1,142,716)	(3,185,879)	(1,832,755)	(3,326,549)
Social Security Contribution Levy (SSCL) on financial services	(158,708)	(67,259)	(254,298)	(72,067)
Operating profit/(loss) after VAT & SSCL on financial services	4,287,416	4,509,609	8,022,421	2,339,610
Share of profits of associates and joint ventures	-	-	-	-
Profit/(loss) before tax	4,287,416	4,509,609	8,022,421	2,339,610
Income tax expenses	2,929,067	(1,979,942)	1,594,388	(1,390,619)
Profit/(loss) for the year	7,216,483	2,529,667	9,616,809	948,991
Profit attributable to:				
Equity holders of the Bank	7,216,483	2,529,667	9,616,809	948,991
Non-controlling interests	-	-	-	-
Earnings per share on profit				
Basic earnings per ordinary share (Rs.)	7.68	2.69	10.23	1.01
Diluted earnings per ordinary share (Rs.)	7.68	2.69	10.23	1.01

STATEMENT OF COMPREHENSIVE INCOME (AUDITED)

	Bank		Group	
	2023 Rs. '000	2022 Rs. '000	2023 Rs. '000	2022 Rs. '000
Profit / (Loss) for the year	7,216,483	2,529,667	9,616,809	948,991
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	3,742,285	(658,872)	3,919,079	(596,547)
Net gains/(losses) on investment in debt instruments transferred to income statement	(1,820,617)	7,913	(1,820,617)	7,913
Deferred tax effect on the above	(576,501)	220,995	(629,539)	220,995
Total other comprehensive income to be reclassified to Income Statement	1,345,167	(429,964)	1,468,923	(367,638)
Items that will not to be reclassified to Income Statement				
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	1,971,371	(581,536)	2,070,885	(643,881)
Change in the 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	(6,107,248)	(880,529)	(6,106,664)	(882,050)
Deferred tax effect on the above	1,723,862	1,225,071	1,723,503	1,225,071
Re-measurement of post-employment benefit obligations (net of taxes)	(4,383,386)	344,542	(4,383,161)	343,021
Change in revaluation reserve	2,075,948	-	2,333,511	-
Deferred tax effect on the above	(623,608)	(555,724)	(623,608)	(555,724)
Changes in revaluation surplus (net of taxes)	1,452,340	(555,724)	1,709,903	(555,724)
Share of profits of associates and joint ventures	-	-	-	-
Total other comprehensive income not to be reclassified to Income Statement	(959,675)	(792,718)	(602,373)	(856,584)
Total other comprehensive income(OCI) for the year, net of taxes	385,492	(1,222,682)	866,550	(1,224,223)
Total comprehensive income for the year	7,601,975	1,306,985	10,483,359	(275,232)
Attributable to:				
Equity holders of the Bank	7,601,975	1,306,985	10,483,359	(275,232)
Non-controlling interests	-	-	-	-

Explanatory Notes -

- There are no changes to the accounting policies and methods of computation since the publication of annual accounts for the year 2022.
- The comparable information is re-classified as wherever necessary to compare with the current year's classification in order to provide a better presentation.
- Impairment Assessment**
All the Corporate clients were assessed individually based on their historical payment patterns, economic recession impact to their sectors and expected recovery of the sector,

STATEMENT OF FINANCIAL POSITION (AUDITED)

	Bank		Group	
	As at 31.12.2023 Rs. '000	As at 31.12.2022 Rs. '000	As at 31.12.2023 Rs. '000	As at 31.12.2022 Rs. '000
Assets				
Cash and cash equivalents	9,508,563	8,734,069	9,546,756	8,782,807
Balances with Central Bank	246,998	236,480	247,232	236,696
Placements with banks	22,576,750	10,466,409	23,618,966	11,034,246
Derivative financial instruments	924	28,172	11,231	35,392
Financial assets recognized through profit or loss				
measured at fair value				
designated at fair value	17,748,501	14,173,948	40,189,162	23,236,848
Financial assets at amortised cost				
Loans and Advances	526,520,530	553,027,321	523,809,104	553,052,170
Debt and other instruments	943,704,684	919,129,377	953,056,324	927,916,442
Financial assets measured at fair value through other comprehensive income	61,924,412	27,662,763	62,694,519	28,252,211
Investments in subsidiaries	7,311,000	7,311,000	-	-
Investments in associates and joint ventures	-	-	-	-
Property, plant and equipment	17,248,961	14,755,775	18,389,400	15,645,732
Right of use assets	1,164,595	1,213,649	1,193,161	1,246,383
Investment properties	-	-	349,000	204,977
Goodwill and intangible assets	744,715	747,248	747,225	752,221
Deferred tax assets	5,885,288	2,892,984	5,885,288	3,663,879
Other assets	72,378,671	56,306,931	72,570,357	56,576,713
Total assets	1,686,964,592	1,616,686,128	1,712,307,725	1,630,636,718
Liabilities				
Due to banks	8,984,779	4,086,731	15,399,100	12,711,256
Derivative financial instruments	201	-	201	-
Financial liabilities recognized through profit or loss				
measured at fair value	-	-	-	-
designated at fair value through profit or loss	-	-	-	-
Financial liabilities at amortised cost				
due to depositors	1,482,532,430	1,476,739,818	1,482,951,028	1,475,808,557
due to debt securities holders	-	-	-	-
due to other borrowers	61,611,014	16,766,044	72,891,598	18,889,245
Lease liability	1,365,547	1,377,229	1,400,575	1,414,959
Debt securities issued	23,806,514	23,778,255	23,879,683	23,851,810
Retirement benefit obligations	18,100,399	12,488,912	18,169,106	12,547,851
Current tax liabilities	-	2,760,857	305,869	2,943,314
Deferred tax liabilities	-	-	58,630	4,155
Other provisions	-	-	-	-
Other liabilities	9,189,455	5,796,053	9,463,508	6,075,889
Due to subsidiaries	-	-	-	-
Total liabilities	1,605,590,339	1,543,793,899	1,624,519,298	1,554,247,037
Equity				
Stated capital/Assigned capital	9,400,000	9,400,000	9,400,000	9,400,000
Statutory reserve fund	5,369,172	5,224,842	5,464,218	5,281,952
OCI reserve	1,286,463	(1,669,876)	1,433,850	(1,765,659)
Retained earnings	14,408,118	11,359,152	18,605,719	13,589,101
Other reserves	50,910,500	48,578,110	52,884,640	49,884,287
Total shareholders' equity	81,374,253	72,892,229	87,788,427	76,389,681
Non-controlling interests	-	-	-	-
Total equity	81,374,253	72,892,229	87,788,427	76,389,681
Total equity and liabilities	1,686,964,592	1,616,686,128	1,712,307,725	1,630,636,718
Contingent liabilities and commitments	9,884,874	14,416,802	9,928,995	14,617,867
Memorandum Information				
Number of Employees	4,358	4,528		
Number of Branches	262	262		
Note: Amounts stated are in net of impairment and depreciation.				
financial strength of the entity and other holistic factors. Based on the assessment some borrowers were moved from stage one to stage two and some borrowers were moved from stage two to stage three (due to expected cashflow impairment) despite of their past due status.				
The portfolio level impairment assessment was carried out for the individual borrowers. The Bank closely monitors and considers the impact of economy to business operations and performance. In order to capture the expected losses from loans and advances due to prevalent economic conditions, the Bank adjusted the economic factor adjustment.				

STATEMENT OF CHANGES IN EQUITY - BANK (AUDITED)

For the Year ended 31 st December 2022	In Rupees Thousand						
	Stated Capital/ Assigned Capital	Statutory Reserve Fund	Revaluation Reserve	OCI Reserve	Retained Earnings	Other Reserve	Total Equity
Balance as at 1 st January 2022	9,400,000	5,174,249	7,049,600	(658,376)	13,727,801	41,319,482	76,012,757
Prior Year Adjustments	-	-	-	-	(5,166,968)	-	(5,166,968)
Re-stated opening balance	9,400,000	5,174,249	7,049,600	(658,376)	8,560,833	41,319,482	70,845,789
Total comprehensive income for the year							
Net profit for the year	-	-	-	-	2,529,667	-	2,529,667
Other comprehensive income net of tax	-	-	-	-	344,542	-	344,542
Net change in fair value of debt instrument of Fair Value through Other Comprehensive Income	-	-	-	-	-	-	-
Net change in fair value of equity instrument of Fair Value through Other Comprehensive Income	-	-	-	(429,964)	-	-	(429,964)
Net change in Revaluation Reserve	-	-	(555,724)	-	-	-	(555,724)
Total comprehensive income for the year	-	-	(555,724)	(1,011,500)	2,874,209	-	1,306,985
Transactions with equity holders, recognised directly in equity							
Transfers to unclaimed deposits reserve / Issued Share Capital	-	-	-	-	-	764,753	764,753
Contribution to the consolidated fund-Dividend/Levy	-	-	-	-	-	-	-
Contribution to national insurance trust fund	-	-	-	-	(25,297)	-	(25,297)
Transfers during the year	-	50,593	-	-	(50,593)	-	-
Total transactions with equity holders	-	50,593	-	-	(75,890)	764,753	739,456
Balance as at 31st December 2022	9,400,000	5,224,842	6,493,876	(1,669,876)	11,359,152	42,084,235	72,892,229

For the Year ended 31 st December 2023	In Rupees Thousand						
	Stated Capital/ Assigned Capital	Statutory Reserve Fund	Revaluation Reserve	OCI Reserve	Retained Earnings	Other Reserves	Total Equity
Balance as at 1 st January 2023	9,400,000	5,224,842	6,493,876	(1,669,876)	11,359,152	42,084,235	72,892,229
Total comprehensive income for the year							
Net profit for the year	-	-	-	-	7,216,483	-	7,216,483
Other comprehensive income net of tax	-	-	-	-	(4,383,386)	-	(4,383,386)
Net change in fair value of debt instrument of Fair Value through Other Comprehensive Income	-	-	-	1,345,167	-	-	1,345,167
Net change in fair value of equity instrument of Fair Value through Other Comprehensive Income	-	-	-	1,611,172	360,199	-	1,971,371
Net change in Revaluation Reserve	-	-	1,452,340	-	-	-	1,452,340
Total comprehensive income for the year	-	-	1,452,340	2,956,339	3,193,296	-	7,601,975
Transactions with equity holders, recognised directly in equity							
Transfers to unclaimed deposits reserve / issued share capital	-	-	-	-	-	880,049	880,049
Contribution to the consolidated fund-Dividend/Levy	-	-	-	-	-	-	-
Contribution to national insurance trust fund	-	-	-	-	-	-	-
Transfers during the year	-</						



NATIONAL SAVINGS BANK

FINANCIAL STATEMENTS

For the Year ended 31st December 2023

(SL)AAA

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

a. Bank - as at 31.12.2023 (Audited)

In Rupees Thousand	AC	FVPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	9,508,563	-	-	9,508,563
Balances with central bank	246,998	-	-	246,998
Placements with banks	22,576,750	-	-	22,576,750
Derivative financial instruments	-	924	-	924
Loans and advances	526,520,530	-	-	526,520,530
Debt instruments	943,704,684	16,923,123	58,894,210	1,019,522,017
Equity instruments	-	825,378	3,030,202	3,855,580
Total financial assets	1,502,557,525	17,749,425	61,924,412	1,582,231,362

In Rupees Thousand	AC	FVPL	FVOCI	Total
LIABILITIES				
Due to banks	-	8,984,779	-	8,984,779
Derivative financial instruments	-	-	201	201
Financial liabilities				
-due to depositors	1,482,532,430	-	-	1,482,532,430
-due to debt securities holders	-	-	-	-
- due to other borrowers	61,611,014	-	-	61,611,014
Debt securities issued	23,806,514	-	-	23,806,514
Total financial liabilities	1,576,934,737	201	1,576,934,938	1,576,934,938

b. Bank - as at 31.12.2022 - (Audited)

In Rupees Thousand	AC	FVPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	8,734,069	-	-	8,734,069
Balances with central bank	236,480	-	-	236,480
Placements with banks	10,466,409	-	-	10,466,409
Derivative financial instruments	-	28,172	-	28,172
Loans and advances	553,027,321	-	-	553,027,321
Debt instruments	919,129,377	12,217,110	25,348,941	956,695,428
Equity instruments	-	1,956,839	2,313,822	4,270,660
Total financial assets	1,491,593,656	14,202,120	27,662,763	1,533,458,540

In Rupees Thousand	AC	FVPL	FVOCI	Total
LIABILITIES				
Due to banks	-	4,086,731	-	4,086,731
Derivative financial instruments	-	-	-	-
Financial liabilities				
-due to depositors	1,476,739,818	-	-	1,476,739,818
-due to debt securities holders	-	-	-	-
- due to other borrowers	16,766,044	-	-	16,766,044
Debt securities issued	23,778,255	-	-	23,778,255
Total financial liabilities	1,521,370,848	-	1,521,370,848	1,521,370,848

AC - Financial assets / liabilities measured at amortised cost

FVPL - Financial assets / liabilities measured at fair value through profit or loss

FVOCI - Financial assets / liabilities measured at fair value through other comprehensive income

ANALYSIS OF LOANS & ADVANCES AND IMPAIRMENT (AUDITED) AS AT 31.12.2023

In Rupees Thousand	Bank		Group	
	As at 31.12.2023	As at 31.12.2022	As at 31.12.2023	As at 31.12.2022
Product-wise Gross loans and advances				
By product - Domestic currency				
Lease rental and hire purchase receivable	-	-	74,111	172,973
Term loans	425,243,957	474,005,741	426,872,470	474,974,731
Pawning	94,935,475	74,389,506	94,935,503	74,389,569
Other loans				
Loan to Government	-	2,075,000	-	2,075,000
Securities purchased under resale agreements	9,698,614	739,728	6,356,234	818,424
Staff loans	15,219,547	14,867,179	15,557,481	15,194,107
Sub Total	545,097,593	566,077,154	543,795,799	567,624,804
By product - Foreign currency				
Term loans	3,800,309	4,178,581	3,800,309	4,178,581
Gross loans & advances	548,897,902	570,255,736	547,596,108	571,803,385
Less: Accumulated impairment under stage 1				
Accumulated impairment under stage 1	(4,426,656)	(4,691,568)	(4,435,168)	(4,713,720)
Accumulated impairment under stage 2				
Accumulated impairment under stage 2	(3,501,809)	(2,623,411)	(3,525,267)	(2,666,511)
Accumulated impairment under stage 3				
Accumulated impairment under stage 3	(14,448,907)	(9,913,436)	(15,826,569)	(11,370,985)
Net value of loans & advances	526,520,530	553,027,321	523,809,104	553,052,170
Movement of Impairment during the year				
Under Stage 1				
Opening balance	4,691,568	3,515,327	4,713,720	3,597,035
Charge/(Write back) to Income Statement	(264,912)	1,176,241	(278,552)	1,116,685
Closing balance at	4,426,656	4,691,568	4,435,168	4,713,720
Under Stage 2				
Opening balance	2,623,411	2,150,965	2,666,511	2,168,833
Charge/(Write back) to Income Statement	878,398	472,446	858,756	497,678
Closing balance at	3,501,809	2,623,411	3,525,267	2,666,511
Under Stage 3				
Opening balance	9,913,436	6,303,928	11,370,985	7,682,494
Charge/(Write back) to Income Statement	4,581,239	3,655,413	4,515,514	3,767,466
Write-off during the year	(45,768)	(45,906)	(48,022)	(56,585)
Other movements	-	-	(11,908)	(22,390)
Closing balance at	14,448,907	9,913,436	15,826,569	11,370,985
Total Impairment	22,377,372	17,228,415	23,787,004	18,751,216

ANALYSIS OF DEPOSITS (AUDITED) AS AT 31.12.2023

In Rupees Thousand	Bank		Group	
	As at 31.12.2023	As at 31.12.2022	As at 31.12.2023	As at 31.12.2022
By product - Domestic currency				
Demand deposits (current accounts)	-	-	-	-
Savings deposits	272,105,884	257,569,078	272,209,539	257,701,184
Fixed deposits	1,183,553,741	1,192,620,725	1,183,868,684	1,191,557,357
Sub Total	1,455,659,625	1,450,189,803	1,456,078,223	1,449,258,541
By product - Foreign currency				
Demand deposits (current accounts)	-	-	-	-
Savings deposits	6,100,268	6,970,349	6,100,268	6,970,349
Fixed deposits	20,772,537	19,579,667	20,772,537	19,579,667
Sub Total	26,872,805	26,550,015	26,872,805	26,550,015
Total	1,482,532,430	1,476,739,818	1,482,951,028	1,475,808,557

ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

c. Group - as at 31.12.2023 (Audited)

In Rupees Thousand	AC	FVPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	9,546,756	-	-	9,546,756
Balances with central bank	247,232	-	-	247,232
Placements with banks	23,618,966	-	-	23,618,966
Derivative financial instruments	-	11,231	-	11,231
Loans and advances	523,809,104	-	-	523,809,104
Debt instruments	953,056,324	39,363,784	59,459,820	1,051,879,928
Equity instruments	-	825,378	3,234,699	4,060,077
Total financial assets	1,510,278,382	40,200,393	62,694,519	1,613,173,294

In Rupees Thousand	AC	FVPL	FVOCI	Total
LIABILITIES				
Due to banks	-	15,399,100	-	15,399,100
Derivative financial instruments	-	-	201	201
Financial liabilities				
-due to depositors	1,482,951,028	-	-	1,482,951,028
-due to debt securities holders	-	-	-	-
- due to other borrowers	72,891,598	-	-	72,891,598
Debt securities issued	23,879,683	-	-	23,879,683
Total financial liabilities	1,595,121,409	201	1,595,121,610	1,595,121,610

d. Group - as at 31.12.2022 - (Audited)

In Rupees Thousand	AC	FVPL	FVOCI	Total
ASSETS				
Cash and cash equivalents	8,782,807	-	-	8,782,807
Balances with central bank	236,696	-	-	236,696
Placements with banks	11,034,246	-	-	11,034,246
Derivative financial instruments	-	35,392	-	35,392
Loans and advances	553,052,170	-	-	553,052,170
Debt instruments	927,916,442	21,280,010	25,833,465	975,029,917
Equity instruments	-	1,956,839	2,418,746	4,375,585
Total financial assets	1,501,022,360	23,272,240	28,252,212	1,552,546,812

In Rupees Thousand	AC	FVPL	FVOCI	Total
LIABILITIES				
Due to banks	-	12,711,256	-	12,711,256
Derivative financial instruments	-	-	-	-
Financial liabilities				
-due to depositors	1,475,808,557	-	-	1,475,808,557
-due to debt securities holders	-	-	-	-
- due to other borrowers	18,889,245	-	-	18,889,245
Debt securities issued	23,851,810	-	-	23,851,810
Total financial liabilities	1,531,260,868	-	1,531,260,868	1,531,260,868

CASH FLOW STATEMENT (AUDITED)

For the year ended 31 st December	Bank		Group	
	2023 Rs. '000	2022 Rs. '000	2023 Rs. '000	2022 Rs. '0