

# **Interim Financial Statements**

**For the Year ended 31st December 2019**



**SANASA Development Bank PLC**

**SANASA DEVELOPMENT BANK PLC**  
**INCOME STATEMENT**

In Rupees Thousands (Rs'000)	Bank					
	For the year ended		Change	For the quarter ended ended		Change
	31st December			31st December		
	2019 Unaudited	2018 Audited		2019 Unaudited	2018 Audited	
Interest income	15,079,324	13,116,782	15%	3,927,958	3,528,792	11%
Interest expenses	(9,382,529)	(8,423,758)	11%	(2,397,416)	(2,260,116)	6%
Net interest income	5,696,795	4,693,024	21%	1,530,542	1,268,676	21%
Fee and commission income	237,656	226,768	5%	66,256	34,179	94%
Fee and commission expenses	(6,507)	(4,397)	48%	(2,291)	(1,374)	67%
Net fee and commission income	231,150	222,371	4%	63,966	32,805	95%
Net gain/(loss) from trading	1,265	-	100%	(73)	-	-100%
Net fair value gain/(loss) on financial assets at fair value through profit or loss	114,889	280,172	-59%	43,038	34,825	24%
Net other operating income	90,969	20,811	337%	16,931	(2,974)	-669%
Total operating income	6,135,068	5,216,378	18%	1,654,404	1,333,332	24%
Impairment for loans and other losses	(917,434)	(525,844)	74%	146,205	(121,462)	-220%
Net operating income	5,217,634	4,690,534	11%	1,800,609	1,211,870	49%
Personnel expenses	(2,116,348)	(1,827,073)	16%	(666,274)	(486,771)	37%
Depreciation and amortization expenses	(431,193)	(224,260)	92%	(241,103)	(57,335)	321%
Other expenses	(1,420,073)	(1,526,132)	-7%	(300,788)	(379,452)	-21%
Operating profit/ (loss) before VAT and NBT on financial services	1,250,021	1,113,068	12%	592,445	288,311	105%
Value Added Tax (VAT) on financial services	(386,522)	(362,941)	6%	(139,362)	(119,510)	17%
Nation Building Tax (NBT) on financial services	(51,106)	(52,703)	-3%	(14,520)	(17,033)	-15%
Debt repayment levy	(226,565)	(53,282)	325%	(82,321)	(53,282)	54%
Operating profit/(loss) after VAT and NBT on financial services	585,827	644,142	-9%	356,241	98,486	262%
Profit/(loss) before tax	585,827	644,142	-9%	356,241	98,486	262%
Income tax expenses	(332,422)	(287,192)	16%	(199,105)	(69,260)	187%
Profit/(loss) for the period	253,405	356,950	-29%	157,136	29,226	438%
Profit/(loss) attributable to:						
Equity holders of the parent	253,405	356,950	-29%	157,136	29,226	438%
Non-controlling interests	-	-	-	-	-	-
	253,405	356,950	-29%	157,136	29,226	438%
Earnings per share on profit						
Basic/Diluted earnings per ordinary share (Rs.)	4.50	6.34	-29%	2.79	0.52	438%

**SANASA DEVELOPMENT BANK PLC**  
**STATEMENT OF COMPREHENSIVE INCOME**

In Rupees Thousands (Rs'000)	Bank					
	For the year ended		Change	For the quarter ended		Change
	31st December			31st December		
	2019 Unaudited	2018 Audited		2019 Unaudited	2018 Audited	
Profit/(loss) for the period	253,405	356,950	-29%	157,136	29,226	438%
Other comprehensive income/(expenses) not to be reclassified to income statement						
Re-measurement of post-employment benefit obligations	(41,588)	(45,995)	-10%	21,412	(3,995)	-636%
Deferred tax relating to defined benefit plans	11,645	12,879	-10%	(5,995)	12,879	-147%
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	(3,210)	(3,388)	-5%	(3,210)	(3,388)	-5%
Other comprehensive income/(expenses) for the period net of taxes	(33,153)	(36,505)	-9%	12,207	5,495	122%
Total comprehensive income/(expenses) for the period	220,252	320,445	-31%	169,343	34,721	388%
Total comprehensive income/(expenses) attributable to:						
Equity holders of the parent	220,252	320,445	-31%	169,343	34,721	388%
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income/(expenses) for the period	220,252	320,445	-31%	169,343	34,721	388%

No circumstances have arisen since the Balance Sheet date, which require adjustment to or disclosure in the financial statements.

**SANASA DEVELOPMENT BANK PLC**  
**STATEMENT OF FINANCIAL POSITION**

In Rupees Thousands (Rs'000)	Bank		
	As at 31.12.2019 (Unaudited)	As at 31.12.2018 (Audited)	Change
<b>Assets</b>			
Cash and cash equivalents	2,429,791	4,171,939	-42%
Placements with banks	5,628,095	9,528,426	-41%
Financial assets recognized through profit or loss - measured at fair value	3,527,310	146,103	2314%
Financial assets at amortised cost			
- loans and advances	85,823,335	77,507,021	11%
- debt and other instruments	6,998,925	3,405,600	106%
Financial assets measured at fair value through other comprehensive income	56,939	60,148	-5%
Property, plant and equipment	645,231	704,738	-8%
Right of use assets	651,271	-	100%
Investment properties	21,279	22,335	-5%
Intangible assets	308,445	3,728	8174%
Deferred tax assets	232,482	69,415	235%
Other assets	1,460,524	1,198,314	22%
<b>Total assets</b>	<b>107,783,624</b>	<b>96,817,767</b>	<b>11%</b>
<b>Liabilities</b>			
Financial liabilities at amortised cost			
- due to depositors	72,431,923	67,474,822	7%
- due to other borrowers	20,299,718	15,420,968	32%
Debt securities issued	1,014,034	4,198,548	-76%
Subordinated debt	4,210,566	1,008,028	318%
Retirement benefit obligations	479,575	354,854	35%
Current tax liabilities	187,070	143,988	30%
Other liabilities	1,491,759	767,833	94%
<b>Total liabilities</b>	<b>100,114,645</b>	<b>89,369,040</b>	<b>12%</b>
<b>Equity</b>			
Stated capital/assigned capital	5,921,538	5,921,538	-
Statutory reserve fund	228,282	215,611	-
Retained earnings	1,491,554	1,280,762	16%
Other reserves	27,605	30,815	-
<b>Total equity</b>	<b>7,668,979</b>	<b>7,448,727</b>	<b>3%</b>
<b>Total equity and liabilities</b>	<b>107,783,624</b>	<b>96,817,767</b>	<b>11%</b>
<b>Contingent liabilities and commitments</b>	<b>177,752</b>	<b>182,986</b>	<b>-3%</b>
<b>Net asset value per share (Rs.)</b>	<b>136</b>	<b>132</b>	<b>3%</b>
<b>Memorandum information</b>			
Number of employees	1,475	1,504	-2%
Number of branches	94	94	-

**Certification:**

We certify that the above Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007.

*Sgd*  
Champa Perera  
Head of Finance

*Sgd*  
Terrance Kumara  
Chief Financial Officer

We, the undersigned, being the Directors and Chief Executive Officer of the SANASA Development Bank PLC,  
jointly certify that :-

( a ) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka: and

( b ) the information contained in these statements have been extracted from the unaudited financial statements of the Bank, unless indicated as audited.

*Sgd*  
Lakshman Abeysekera  
Senior Director

*Sgd*  
Chaaminda Kumarasiri  
Director

*Sgd*  
Thilak Piyadigama  
Chief Executive Officer

26.02.2020  
Colombo

**SANASA DEVELOPMENT BANK PLC**  
**STATEMENT OF CHANGES IN EQUITY**

Bank							
In Rupees Thousands (Rs'000)	Stated capital / Assigned capital	Reserves				Total equity	
		Ordinary voting shares	Statutory reserve fund	Retained earnings	Other reserves		
					OCI reserve		General reserves
For the year ended 31.12.2018 (Audited)							
Balance as at 01.01.2018 (Opening balance)	5,758,689	197,764	1,303,449	(12,454)	46,657	7,294,106	
Total comprehensive income for the period							
Profit/(loss) for the period (net of tax)	-	-	356,950	-	-	356,950	
Other comprehensive income (net of tax)	-	-	(33,117)	(3,388)	-	(36,505)	
Total comprehensive income/(expenses) for the period	-	-	323,833	(3,388)	-	320,445	
Transactions with equity holders, recognized directly in equity							
Dividends to equity holders	-	-	-	-	-	-	
Cash dividend for 2017	-	-	(136,947)	-	-	(136,947)	
Scrip dividend for 2017	162,849	-	(191,726)	-	-	(28,877)	
Transfer to statutory reserve fund	-	17,848	(17,848)	-	-	-	
Total transactions with equity holders	162,849	17,848	(346,521)	-	-	(165,824)	
Balance as at 31.12.2018 (Closing balance)	5,921,538	215,611	1,280,762	(15,842)	46,657	7,448,727	
For the year ended 31.12.2019 (Unaudited)							
Balance as at 01.01.2019 (Opening balance)	5,921,538	215,611	1,280,762	(15,842)	46,657	7,448,727	
Total comprehensive income for the period							
Profit/(loss) for the period (net of tax)	-	-	253,405	-	-	253,405	
Other comprehensive income (net of tax)	-	-	(29,943)	(3,210)	-	(33,153)	
Total comprehensive income/(expenses) for the period	-	-	223,462	(3,210)	-	220,252	
Transactions with equity holders, recognized directly in equity							
Transfer to statutory reserve fund	-	12,670	(12,670)	-	-	-	
Total transactions with equity holders	-	12,670	(12,670)	-	-	-	
Balance as at 31.12.2019 (Closing balance)	5,921,538	228,282	1,491,554	(19,052)	46,657	7,668,979	

**Statutory Reserve Fund**

Every Licensed Specialised Bank has to make a Provision not less than 5% out of profit after tax to the Statutory Reserve Fund. Such provision should be made annually as stipulated by the Banking Act No. 30 of 1988 as amended by Banking (Amendment) Act No. 33 of 1995 until the said Reserve Fund is equal to 50% of the Equity Capital of the Bank. Thereafter, the Bank has to make a provision not less than 2% out of profit after tax to the Statutory Reserve Fund until the said Fund is equal to the Equity Capital of the Bank.

**General Reserve**

The General Reserve is created after provisioning for a Statutory Reserve Fund and Interim Dividend payments for the respective shareholders, this reserve will be used by the Bank for the future capitalisation purposes of the Bank.

**Fair value through OCI/Available For Sale Reserve**

The available for sale reserve is consist of fair value adjustment made to unquoted equity investment.

**SANASA DEVELOPMENT BANK PLC**  
**STATEMENT OF CASH FLOWS**

In Rupees Thousands (Rs'000)	Bank	
	01.01.2019 to 31.12.2019 (Unaudited)	01.01.2018 to 31.12.2018 (Audited)
<b>Cash flows from / (used in) operating activities</b>		
Interest received	14,898,177	12,879,034
Fee and commission received	216,363	218,856
Receipts from other operating activities	(221,856)	65,627
Interest payment	(9,546,853)	(7,836,344)
Cash payment to employees	(2,134,949)	(1,953,287)
Payments to suppliers and other operating activities	(1,601,604)	(2,103,279)
Fee and commission expenses	(6,507)	(4,397)
VAT and NBT on financial services	(437,628)	(415,644)
<b>Operating profit before changes in operating assets</b>	<b>1,165,143</b>	<b>850,566</b>
<b>(Increase)/decrease in operating assets</b>		
Funds advanced to customers	(9,169,985)	(11,345,449)
Other short term securities	(719,926)	590,168
<b>Increase/(decrease) in operating liabilities</b>		
Deposits from customers	5,121,426	7,570,087
<b>Net cash from operating activities before income tax</b>	<b>(3,603,342)</b>	<b>(2,334,628)</b>
Income tax paid	(316,666)	(162,479)
<b>Net cash from operating activities</b>	<b>(3,920,008)</b>	<b>(2,497,107)</b>
<b>Cash flows from / (used in) investing activities</b>		
Dividend received	241	477
(Increase)/ decrease in dealing securities	(3,265,053)	4,607,874
(Increase)/ decrease in treasury bonds and other investments	(2,932,144)	1,617,468
Proceeds from sale of property, plant and equipment	14,468	59,872
Purchase of property, plant and equipment	(171,645)	(216,935)
Purchase of intangible assets	(323,857)	-
<b>Net cash from/ (used in) investing activities</b>	<b>(6,677,990)</b>	<b>6,068,757</b>
<b>Cash flows from (used in) financing activities</b>		
Dividend paid	-	(136,947)
Repayment of long term borrowing	(15,195,146)	(6,012,141)
Interest paid on subordinated debt	(283,958)	(137,219.81)
Increase/(decrease) in borrowing	20,375,878	12,755,128
Funds received/(utilized) during the period	-	(11,463)
<b>Net cash flow from/ (used in) financing activities</b>	<b>4,896,774</b>	<b>6,457,356</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>(5,701,224)</b>	<b>10,029,007</b>
Cash and cash equivalent at the beginning of the period	16,615,902	6,586,896
<b>Cash and cash equivalents at the end of the period</b>	<b>10,914,679</b>	<b>16,615,902</b>
<b>Reconciliation of cash and cash equivalents</b>		
Cash and cash equivalents	2,429,791	4,171,939
Repurchase agreement	4,332,654	2,934,222
Fixed deposits less than 3 months	4,152,234	9,509,742
	<b>10,914,679</b>	<b>16,615,902</b>

**SANASA DEVELOPMENT BANK PLC**  
**ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS**

<b>Bank - As at 31st December 2019 (Unaudited)</b>				
<b>In Rupees Thousands (Rs'000)</b>	<b>AC</b>	<b>FVPL</b>	<b>FVOCI</b>	<b>Total</b>
<b>FINANCIAL ASSETS</b>				
Cash and cash equivalents	2,429,791	-	-	2,429,791
Placements with banks	5,628,095	-	-	5,628,095
Financial assets recognized through profit or loss - measured at fair value	-	3,527,310	-	3,527,310
Financial assets at amortised cost				
- loans and advances	85,823,335	-	-	85,823,335
- debt and other instruments	6,998,925	-	-	6,998,925
Financial assets measured at fair value through other comprehensive income	-	-	56,939	56,939
<b>Total financial assets</b>	<b>100,880,145</b>	<b>3,527,310</b>	<b>56,939</b>	<b>104,464,394</b>
<b>In Rupees Thousands (Rs'000)</b>	<b>AC</b>	<b>FVPL</b>	<b>Total</b>	
<b>FINANCIAL LIABILITIES</b>				
Financial liabilities at amortised cost				
- due to depositors		72,431,923	-	72,431,923
- due to other borrowers		20,299,718	-	20,299,718
Debt securities issued		1,014,034	-	1,014,034
Subordinated debt		4,210,566	-	4,210,566
<b>Total financial liabilities</b>		<b>97,956,241</b>	<b>-</b>	<b>97,956,241</b>
<b>Bank - As at 31st December 2018 (Audited)</b>				
<b>In Rupees Thousands (Rs'000)</b>	<b>AC</b>	<b>FVPL</b>	<b>FVOCI</b>	<b>Total</b>
<b>FINANCIAL ASSETS</b>				
Cash and cash equivalents	4,171,939	-	-	4,171,939
Placements with banks	9,528,426	-	-	9,528,426
Financial assets recognized through profit or loss - measured at fair value	-	146,103	-	146,103
Financial assets at amortised cost				
- loans and advances	77,507,021	-	-	77,507,021
- debt and other instruments	3,405,600	-	-	3,405,600
Financial assets measured at fair value through other comprehensive income	-	-	60,148	60,148
<b>Total financial assets</b>	<b>94,612,986</b>	<b>146,103</b>	<b>60,148</b>	<b>94,819,237</b>
<b>In Rupees Thousands (Rs'000)</b>	<b>AC</b>	<b>FVPL</b>	<b>Total</b>	
<b>FINANCIAL LIABILITIES</b>				
Financial liabilities at amortised cost				
- due to depositors		67,474,822	-	67,474,822
- due to other borrowers		15,420,968	-	15,420,968
Debt securities issued		4,198,548	-	4,198,548
Subordinated debt		1,008,028	-	1,008,028
<b>Total financial liabilities</b>		<b>88,102,365</b>	<b>-</b>	<b>88,102,365</b>

AC - Amortised Cost

FVPL - Financial assets recognized through Profit or Loss - measured at Fair Value

FVOCI - Financial assets measured at Fair Value through Other Comprehensive Income

**SANASA DEVELOPMENT BANK PLC**  
**ANALYSIS OF LOANS AND ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIREMENT**

In Rupees Thousands (Rs'000)	Bank	
	As at 31.12.2019 (Unaudited)	As at 31.12.2018 (Audited)
<b>Product-wise gross loans and advances</b>		
<b>By product: LKR</b>		
Pawning	1,712,172	1,258,279
Cash margin	5,443,354	5,574,192
Staff loans	1,280,346	1,121,604
Lease rentals receivable	6,790,318	5,236,162
<i>Term loans</i>		
Business	13,255,022	10,248,947
Cooperative	2,775,251	2,682,172
Housing	3,416,424	2,971,196
Personal	54,047,913	50,389,906
<b>Total</b>	<b>88,720,801</b>	<b>79,482,460</b>
<b>Product-wise commitments and contingencies</b>		
<b>By product: LKR</b>		
Guarantees	177,752	182,986
<b>Total</b>	<b>177,752</b>	<b>182,986</b>
<b>Total loans and advances, commitments and contingencies</b>	<b>88,898,553</b>	<b>79,665,446</b>
<b>Stage-wise impairment on loans and advances, commitments and contingencies</b>		
<b>Gross loans and advances, commitments and contingencies</b>	<b>88,898,553</b>	<b>79,665,446</b>
Less: Accumulated impairment under stage 1	(550,264)	(318,278)
Accumulated impairment under stage 2	(163,954)	(269,805)
Accumulated impairment under stage 3	(2,183,248)	(1,387,355)
<b>Net loans and advances, commitments and contingencies</b>	<b>86,001,087</b>	<b>77,690,007</b>
<b>Movement of impairment during the period</b>		
<b>Under Stage 1</b>		
Opening balance	318,278	327,669
Charges / (Write back) to income statement	231,986	(9,391)
Other movements	-	-
Closing balance	550,264	318,278
<b>Under Stage 2</b>		
Opening balance	269,805	221,600
Charges / (Write back) to income statement	(105,852)	48,205
Other movements	-	-
Closing balance	163,954	269,805
<b>Under Stage 3</b>		
Opening balance	1,387,355	917,503
Charges / (Write back) to income statement	795,893	480,902
Write - off during the year	-	(11,051)
Other movements	-	-
Closing balance	2,183,248	1,387,355
<b>Total impairment</b>	<b>2,897,466</b>	<b>1,975,438</b>

**SANASA DEVELOPMENT BANK PLC**  
**ANALYSIS OF DEPOSITS**

In Rupees Thousands (Rs'000)	Bank	
	As at 31.12.2019 (Unaudited)	As at 31.12.2018 (Audited)
<b>By product: Rs.</b>		
Savings deposits	15,540,255	12,369,443
Fixed deposits	56,891,668	55,105,379
<b>Total deposits</b>	<b>72,431,923</b>	<b>67,474,822</b>

**SANASA DEVELOPMENT BANK PLC**  
**SEGMENT REPORTING**

Bank	In Rupees Thousands (Rs'000)									
	Banking		Leasing & HP		Treasury		Pawning		Total	
	2019 (Unaudited)	2018 (Audited)	2019 (Unaudited)	2018 (Audited)	2019 (Unaudited)	2018 (Audited)	2019 (Unaudited)	2018 (Audited)	2019 (Unaudited)	2018 (Audited)
<b>For the year ended 31st December</b>										
Interest income	12,509,869	10,947,253	1,090,964	827,449	1,239,352	1,161,472	239,139	180,608	15,079,324	13,116,782
Interest expenses	(6,977,189)	(6,611,643)	(573,255)	(474,370)	(1,674,257)	(1,221,112)	(157,828)	(116,633)	(9,382,529)	(8,423,758)
<b>Net interest income</b>	<b>5,532,680</b>	<b>4,335,610</b>	<b>517,710</b>	<b>353,080</b>	<b>(434,906)</b>	<b>(59,640)</b>	<b>81,311</b>	<b>63,974</b>	<b>5,696,795</b>	<b>4,693,024</b>
Fee and commission income	201,938	194,149	35,719	32,619	-	-	-	-	237,656	226,768
Fee and commission expenses	(6,013)	(4,103)	(494)	(294)	-	-	-	-	(6,507)	(4,397)
<b>Net fee and commission income</b>	<b>195,925</b>	<b>190,046</b>	<b>35,225</b>	<b>32,325</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>231,150</b>	<b>222,371</b>
Net gains/(losses) from trading	-	-	-	-	1,265	-	-	-	1,265	-
Net fair value gains/(losses) from financial assets at fair value through profit or loss	-	-	-	-	114,889	280,172	-	-	114,889	280,172
Other operating income (net)	90,728	20,335	-	-	241	477	-	-	90,969	20,811
<b>Total operating income</b>	<b>5,819,333</b>	<b>4,545,991</b>	<b>552,934</b>	<b>385,404</b>	<b>(318,511)</b>	<b>221,008</b>	<b>81,311</b>	<b>63,974</b>	<b>6,135,068</b>	<b>5,216,378</b>
Impairment for loans and other losses	(809,524)	(470,940)	(112,640)	(51,991)	4,594	(6,127)	136	3,214	(917,434)	(525,844)
<b>Net operating income</b>	<b>5,009,809</b>	<b>4,075,051</b>	<b>440,295</b>	<b>333,414</b>	<b>(313,916)</b>	<b>214,881</b>	<b>81,447</b>	<b>67,188</b>	<b>5,217,634</b>	<b>4,690,534</b>
Depreciation and amortization	(390,191)	(205,766)	(32,059)	(14,763)	(116)	(102)	(8,826)	(3,630)	(431,193)	(224,260)
<b>Segment Result</b>	<b>4,619,618</b>	<b>3,869,285</b>	<b>408,236</b>	<b>318,650</b>	<b>(314,033)</b>	<b>214,779</b>	<b>72,620</b>	<b>63,559</b>	<b>4,786,442</b>	<b>4,466,273</b>
Un-allocated expenses									(3,536,421)	(3,353,205)
Value Added Tax (VAT) on financial services									(386,522)	(362,941)
Nation Building Tax (NBT) on financial services									(51,106)	(52,703)
Debt repayment levy									(226,565)	(53,282)
<b>Profit before tax</b>									<b>585,827</b>	<b>644,142</b>
Tax expenses									(332,422)	(287,192)
<b>Profit for the period</b>									<b>253,405</b>	<b>356,950</b>
<b>Other comprehensive income</b>										
Other comprehensive income for the period net of tax									(33,153)	(36,505)
<b>Total comprehensive income for the period</b>									<b>220,252</b>	<b>320,445</b>
<b>As at 31st December</b>										
<b>Segment assets</b>	<b>77,683,516</b>	<b>71,147,290</b>	<b>6,382,574</b>	<b>5,104,649</b>	<b>18,641,059</b>	<b>13,140,277</b>	<b>1,757,245</b>	<b>1,255,082</b>	<b>104,464,394</b>	<b>90,647,298</b>
Un allocated assets	-	-	-	-	-	-	-	-	3,319,231	6,170,469
<b>Total assets</b>	<b>77,683,516</b>	<b>71,147,290</b>	<b>6,382,574</b>	<b>5,104,649</b>	<b>18,641,059</b>	<b>13,140,277</b>	<b>1,757,245</b>	<b>1,255,082</b>	<b>107,783,624</b>	<b>96,817,767</b>
<b>Segment liabilities</b>	<b>74,448,885</b>	<b>70,144,010</b>	<b>6,116,813</b>	<b>5,032,666</b>	<b>17,864,872</b>	<b>12,954,980</b>	<b>1,684,076</b>	<b>1,237,384</b>	<b>100,114,645</b>	<b>89,369,040</b>
Total equity	-	-	-	-	-	-	-	-	7,668,979	7,448,727
<b>Total equity &amp; liabilities</b>	<b>74,448,885</b>	<b>70,144,010</b>	<b>6,116,813</b>	<b>5,032,666</b>	<b>17,864,872</b>	<b>12,954,980</b>	<b>1,684,076</b>	<b>1,237,384</b>	<b>107,783,624</b>	<b>96,817,767</b>
<b>For the year ended 31st December</b>										
Additions to non-current assets	448,507	199,134	36,850	14,287	-	-	10,145	3,513	495,502	216,935



**SANASA DEVELOPMENT BANK PLC**  
**LISTED DEBENTURE INFORMATION**  
**AS AT 31.12.2019**

Types of debentures (Fixed)							In Rupees Thousands (Rs'000)
i) Rated Guaranteed Redeemable Debentures of Rs.100 each - Guaranteed by Sampath Bank PLC. The debentures are quoted on the Colombo Stock Exchange. (Rated (SL)A+ (SO) with a Stable Outlook by ICRA Lanka Limited )							
Type	Interest payable frequency	Issue date	Maturity date	Annual Effective Rate (AER) %	Face value	Interest payable	Balance
B	Semi Annually	31-Dec-15	31-Dec-20	10.25	402,610	20,296	422,906
ii) Rated Guaranteed Redeemable Debentures of Rs.100 each - Guaranteed by Seylan Bank PLC. The debentures are quoted on the Colombo Stock Exchange. (Rated (SL)A- (SO) with a Stable Outlook by ICRA Lanka Limited )							
Type	Interest payable frequency	Issue date	Maturity date	Annual Effective Rate (AER) %	Face value	Interest payable	Balance
D	Semi Annually	31-Dec-15	31-Dec-20	10.57	561,950	29,178	591,128
					<b>964,560</b>	<b>49,474</b>	<b>1,014,034</b>

Utilization of funds raised through debenture issue							
Objective No.	Objective as per Prospectus	Amount allocated as per Prospectus in Rs.	Proposed date of utilization as per Prospectus	Amount allocated from proceeds in Rs.	% of total proceeds	Amounts utilized in Rs.	% of total proceeds
1	To raise medium term funds to manage assets and liability mismatch and to minimize the interest rate risk.	-	-	-	-	-	-
2	To finance the budgeted lending portfolio (approximately 90% as loans and the balance as leasing) and to minimize the mismatch in funding exposure.	964,560,000	In the ordinary course of business within the next 12 months from the date of allotment.	868,104,000 for loans and 96,456,000 for leasing	100	964,560,000	100

**SANASA DEVELOPMENT BANK PLC**  
**SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING)**

Item	Bank	
	As at 31.12.2019 (Unaudited)	As at 31.12.2018 (Audited)
<b>Regulatory Capital Adequacy (LKR in Millions)</b>		
Common Equity Tier 1	7,147	7,420
Core (Tier 1) Capital	7,147	7,420
Total Capital Base	11,209	8,462
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital Ratio (%) - (Minimum Requirement - 2019-7.00%, 2018- 6.375%)	9.43	11.00
Tier 1 Capital Ratio (%) - (Minimum Requirement - 2019-8.5%, 2018 - 7.875%)	9.43	11.00
Total Capital Ratio (%) - (Minimum Requirement - 2019-12.50%, 2018- 11.875%)	14.80	12.54
<b>Leverage Ratio (Minimum Requirement - 3%)</b>	6.61	7.32
<b>Regulatory Liquidity</b>		
Statutory Liquid Assets (LKR in Millions)	14,831	14,811
Statutory Liquid Asset Ratio (%) - (Minimum Requirement, 20%)	21.74	23.22
Total Stock of High-Quality Liquid Assets (LKR in Millions)	5,822	3,460
Liquidity Coverage Ratio (%) - (Minimum Requirement - 2019- 100%, 2018 - 90%)	123.77	142.15
Net Stable Funding Ratio (%) - (Minimum Requirement - 100%)	130.09	129.48
<b>Assets Quality (Quality of Loan Portfolio)</b>		
Gross Non-performing Advances Ratio (%) ( net of interest in suspense )	4.38	2.56
Net Non-performing Advances Ratio (%) (net of interest in suspense and provision)	1.87	1.48
<b>Profitability</b>		
Interest Margin (%)	5.88	5.50
Return on Assets ( before Taxes ) (%)	0.57	0.72
Return on Equity (%)	3.35	4.83

<b>Share Information</b>	<b>31.12.2019</b>	<b>31.12.2018</b>
Market value per share (Rs.)	63.90	75.00
Highest price per share for the period (Rs.)	65.80	112.90
Lowest price per share for the period (Rs.)	59.30	70.00
<b>Debenture Information</b>	<b>31.12.2019 (Unaudited)</b>	<b>31.12.2018 (Audited)</b>
Debt to Equity Ratio (Times)	12.77	11.83
Interest Cover (Times)	1.06	1.08
Quick Asset Ratio (Times)	0.59	0.65
<b>Interest Rate for Comparable Government Security (%)</b>		
Type B	9.72	11.58
Type D	9.72	11.58
Interest yield as at date of last trade	N/T	N/T
Yield to maturity of trade done on	N/T	N/T
The market prices during the year (Ex-interest)		
- Highest Price	N/T	N/T
- Lowest Price	N/T	N/T
- Last Trade Price	N/T	N/T

**N/T - Not Traded**

**Explanatory Note**

When preparing the financial statements the bank has followed the Guidelines to Licensed Banks on the Adoption of Sri Lanka Accounting Standard - SLFRS 9: Financial Instruments, issued by Central Bank of Sri Lanka

**SANASA DEVELOPMENT BANK PLC**  
**SHAREHOLDER INFORMATION**  
**AS AT 31.12.2019**

<b>Twenty Largest Shareholders as at 31.12.2019</b>			
<b>No.</b>	<b>Name of the Shareholder</b>	<b>Number of Shares</b>	<b>Holding (%)</b>
1	Ayenka Holdings Private Limited	7,028,043	12.4814%
2	Seylan Bank PLC /Senthilverl Holdings (Pvt) Ltd	6,952,168	12.3466%
3	SBI Emerging Asia Financial Sector Fund PTE. LTD	5,045,636	8.9607%
4	CB NY S/A International Finance Corporation	4,991,644	8.8649%
5	Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V.	2,242,504	3.9825%
6	People's Leasing & Finance PLC	2,094,012	3.7188%
7	Kegalle SANASA Shareholders Trust Company Limited	1,039,330	1.8458%
8	SANASA General Insurance Company Ltd	1,036,669	1.8411%
9	SANASA Life Insurance Company Ltd (LIFE)	910,708	1.6174%
10	Sampath Bank PLC/ Dr. T.Senthilverl	871,885	1.5484%
11	Sanasa Federation Limited	720,024	1.2787%
12	Polgahawela Sanasa Societies Union Ltd	387,314	0.6878%
13	Hambanthota DTCCS Union Ltd	384,257	0.6824%
14	Dr. T.Senthilverl	373,598	0.6635%
15	Mr. D.P. Pieris	257,067	0.4565%
16	Kotikawatta Trift and Credit Co-operative Society Limited	253,896	0.4509%
17	Polgahawela SANASA Shareholders Trust Company Limited	240,836	0.4277%
18	Sampath Bank PLC/ Mr. Arunasalam Sithampalam	224,333	0.3984%
19	Dr. S. Yaddehige	205,653	0.3652%
20	Kamburupitiya City Sanasa Society Limited	181,209	0.3218%
Sub total		35,440,786	62.9405%
Shares held by other shareholders		20,867,466	37.0595%
<b>Total</b>		<b>56,308,252</b>	<b>100.0000%</b>

**As at 31.12.2019**

Total number of shares	56,308,252
Number of shares in public holding	56,229,218
Number of public shareholders	37,502
Percentage of public holding	99.86%
Market capitalisation	3,598,097,303
Float adjusted market capitalisation	3,593,047,030
Required minimum public holding percentage under option 4 of rule 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange	10%

**Directors' Shareholding as at 31.12.2019**

<b>No.</b>	<b>Name of Director</b>	<b>No. of Shares</b>
1	Ms. M. S. Kiriwandeniya	5,785
2	Mr. L. Abeysekera	-
3	Prof. S. Amaratunge	-
4	Mr. P. Subasinghe	69,341
5	Mr. S. Lionel Thilakarathne	-
6	Mr. K. G. Wijerathne	117
7	Mr. Chaaminda Kumarasiri	-
8	Mr. Prasanna Premaratna	-
9	Mr. B. R. A Bandara	3,791