

Statement of Profit or Loss in USD

| For the year ended 31 December | Bank | | Group | |
|--|------------------|------------------|------------------|------------------|
| | 2017 USD '000 | 2016 USD '000 | 2017 USD '000 | 2016 USD '000 |
| Total income | 1,237,851 | 1,028,848 | 1,288,890 | 1,066,097 |
| Interest income | 1,120,959 | 899,101 | 1,162,844 | 932,587 |
| Less: Interest expenses | 739,184 | 538,904 | 760,567 | 554,707 |
| Net interest income | 381,775 | 360,197 | 402,277 | 377,880 |
| Fee and commission income | 60,048 | 58,342 | 61,737 | 59,967 |
| Less: Fee and commission expenses | 12,321 | 10,148 | 12,904 | 10,729 |
| Net fee and commission income | 47,727 | 48,194 | 48,833 | 49,238 |
| Net gains/(losses) from trading | 18,331 | 13,762 | 18,463 | 13,601 |
| Net gains/(losses) from financial instruments designated at fair value through profit or loss | – | – | – | – |
| Net gains/(losses) from financial investments | 5,924 | 1,828 | 6,056 | 2,085 |
| Other operating income | 32,589 | 55,814 | 39,789 | 57,857 |
| Total operating income | 486,346 | 479,795 | 515,418 | 500,661 |
| Less: Impairment charge/(reversal) for loans and other losses | 61,108 | 29,351 | 64,668 | 29,513 |
| Net operating income | 425,238 | 450,444 | 450,750 | 471,148 |
| Less: Operating expenses | | | | |
| Personnel expenses | 111,192 | 112,446 | 122,492 | 122,893 |
| Other expenses | 68,115 | 87,974 | 78,381 | 105,059 |
| Total operating expenses | 179,307 | 200,420 | 200,873 | 227,952 |
| Operating profit before Value Added Tax (VAT) and Nation Building Tax (NBT) on financial services | 245,931 | 250,024 | 249,877 | 243,196 |
| Less: Value Added Tax (VAT) and Nation Building Tax (NBT) on financial services | 47,422 | 41,822 | 48,618 | 42,568 |
| Operating profit after Value Added Tax (VAT) and Nation Building Tax (NBT) on financial services | 198,509 | 208,202 | 201,259 | 200,628 |
| Share of profits/(losses) of associate companies, net of tax | – | – | 340 | 420 |
| Profit before income tax | 198,509 | 208,202 | 201,599 | 201,048 |
| Less: Income tax expense | 59,081 | 42,708 | 61,031 | 44,934 |
| Profit for the year | 139,428 | 165,494 | 140,568 | 156,114 |
| Profit attributable to: | | | | |
| Equity holder of the Bank | 139,428 | 165,494 | 140,461 | 156,853 |
| Non-controlling interest | – | – | 107 | (739) |
| Profit for the year | 139,428 | 165,494 | 140,568 | 156,114 |
| Earnings per share: | | | | |
| Basic earnings per share (USD) | 12.15 | 16.55 | 12.24 | 15.69 |
| Diluted earnings per share (USD) | 9.25 | 16.28 | 9.32 | 15.43 |
| Dividend per share (USD) | 7.04 | 11.58 | 7.04 | 11.58 |

Exchange rate of 1 USD was LKR 152.8548 as at 31 December 2017 (LKR 149.80 as at 31 December 2016).

The Statement of Profit or Loss given in this page does not form part of the Audited Financial Statements and it is solely for the convenience of the shareholders, investors, bankers and other interested parties of the Financial Statements of the Bank.

Statement of Comprehensive Income in USD

| For the year ended 31 December | Bank | | Group | |
|---|------------------|------------------|------------------|------------------|
| | 2017 USD '000 | 2016 USD '000 | 2017 USD '000 | 2016 USD '000 |
| Profit for the year | 139,428 | 165,494 | 140,568 | 156,114 |
| Other comprehensive income, net of tax | – | – | – | – |
| Items that will not be reclassified to profit or loss | – | – | – | – |
| Changes in revaluation surplus/(deficit) | 39,644 | 9,310 | 41,911 | 15,404 |
| Deferred tax effect on changes in revaluation surplus/deficit | (26,786) | – | (27,421) | (1,706) |
| Actuarial gains/(losses) on defined benefit plans | 18,252 | (10,827) | 18,100 | (10,551) |
| Deferred tax effect on actuarial gains/losses on defined benefit plans | (55) | 214 | 55 | 201 |
| Net other comprehensive income that will not be reclassified to profit or loss | 31,055 | (1,303) | 32,645 | 3,348 |
| Items that are or may be reclassified to profit or loss | | | | |
| Net exchange gains/(losses) arising from translating the Financial Statements of foreign operations | 2,364 | 1,107 | 4,209 | (1,522) |
| Gains/(Losses) on remeasuring available for sale financial investments | (3,893) | (6,848) | (4,053) | (6,390) |
| Deferred tax effect on gains/losses on remeasuring available for sale financial investments | (1,158) | (59) | (1,158) | (59) |
| Realised gains/(losses) on available for sale financial investments transferred to profit or loss | 22 | (104) | 22 | (104) |
| Share of other comprehensive income of associate companies, net of tax | – | – | (43) | 15 |
| Net other comprehensive income that are or may be reclassified to profit or loss | (2,664) | (5,904) | (1,023) | (8,060) |
| Other comprehensive income for the year, net of tax | 28,391 | (7,207) | 31,622 | (4,712) |
| Total comprehensive income for the year | 167,819 | 158,287 | 172,190 | 151,402 |
| Attributable to: | | | | |
| Equity holder of the Bank | 167,819 | 158,287 | 171,864 | 151,925 |
| Non-controlling interest | – | – | 326 | (523) |
| Total comprehensive income for the year | 167,819 | 158,287 | 172,190 | 151,402 |

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