

# ***HDFC Bank of Sri Lanka***



**INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED  
30th September 2022**

## **Contents**

- (1) Income Statement**
- (2) Statement of Comprehensive Income**
- (3) Statement of Financial Position**
- (4) Statement of Changes in Equity**
- (5) Statement of Cash Flows**
- (6) Analysis of Financial Instruments by Measurement Basis**
- (7) Analysis of Loans and Advance and Deposits, Interest Comparison**
- (8) Selected Performance Indicators**

**HDFC Bank of Sri Lanka**  
**Income Statement**  
**For the Period ended 30-09-2022**

| Item   | Quarter ended 30th<br>September 2022 | Quarter ended 30th<br>September 2021 | Period ended 30th<br>September 2022 | Period ended 30th<br>September 2021 |
|--|--------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|
|  | Rs "000"                             | Rs "000"                             | Rs "000"                            | Rs "000"                            |
| Interest Income                                  | 2,258,301                            | 1,540,738                            | 5,868,426                           | 4,941,172                           |
| Interest Expenses                                | 1,640,681                            | 845,708                              | 3,639,034                           | 2,684,977                           |
| <b>Net Interest Income</b>                       | <b>617,620</b>                       | <b>695,031</b>                       | <b>2,229,392</b>                    | <b>2,256,195</b>                    |
| Fee and Commission Income                        | 74,230                               | 73,516                               | 237,546                             | 253,320                             |
| Less : Fee and Commission Expenses               | -                                    | -                                    | -                                   | -                                   |
| <b>Net fee and Commission Income</b>             | <b>74,230</b>                        | <b>73,516</b>                        | <b>237,546</b>                      | <b>253,320</b>                      |
| <b>Total Operating Income</b>                    | <b>691,851</b>                       | <b>768,547</b>                       | <b>2,466,938</b>                    | <b>2,509,515</b>                    |
| Impairment Charge/(Reversal)                     | (26,146)                             | 86,001                               | 196,621                             | 332,776                             |
| <b>Net Operating Income</b>                      | <b>717,997</b>                       | <b>682,546</b>                       | <b>2,270,317</b>                    | <b>2,176,738</b>                    |
| Personnel Expenses                               | 384,919                              | 342,750                              | 1,096,988                           | 1,023,109                           |
| Depreciation and Amortisation                    | 42,210                               | 37,327                               | 123,026                             | 108,516                             |
| Other expenses                                   | 119,386                              | 91,371                               | 356,469                             | 269,675                             |
| <b>Operating Profit before VAT</b>               | <b>171,481</b>                       | <b>211,099</b>                       | <b>693,835</b>                      | <b>775,438</b>                      |
| Less : VAT On Financial Services                 | 82,578                               | 69,481                               | 263,653                             | 224,551                             |
| <b>Operating Profit after VAT</b>                | <b>88,903</b>                        | <b>141,618</b>                       | <b>430,182</b>                      | <b>550,887</b>                      |
| Shares of Profit of associates and join ventures | -                                    | -                                    | -                                   | -                                   |
| <b>Profit before Tax</b>                         | <b>88,903</b>                        | <b>141,618</b>                       | <b>430,182</b>                      | <b>550,887</b>                      |
| Income tax expenses                              | 62,717                               | 64,767                               | 218,971                             | 209,272                             |
| <b>Profit for the period</b>                     | <b>26,186</b>                        | <b>76,850</b>                        | <b>211,210</b>                      | <b>341,615</b>                      |
| <b>Profit attributable to:</b>                   |                                      |                                      |                                     |                                     |
| Equity holders of the parent                     | 26,186                               | 76,850                               | 211,210                             | 341,615                             |
| Non- controlling interests                       | -                                    | -                                    | -                                   | -                                   |
| <b>Earning per share on profit</b>               |                                      |                                      |                                     |                                     |
| Basic Earnings per Ordinary Share (Rs)           | 0.40                                 | 1.19                                 | 3.26                                | 5.28                                |

**HDFC Bank of Sri Lanka**  
**Statement of Comprehensive Income**  
**For the Period ended 30-09-2022**

| Item   | Quarter ended 30th<br>September 2022 | Quarter ended 30th<br>September 2021 | Period ended 30th<br>September 2022 | Period ended 30th<br>September 2021 |
|--|--------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|
|  | Rs "000"                             | Rs "000"                             | Rs "000"                            | Rs "000"                            |
| Profit/(Loss) for the period   | 26,186                               | 76,850                               | 211,210                             | 341,615                             |
| <b>Items that will be reclassified to income statement</b>   |                                      |                                      |                                     | -                                   |
| 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  | -                                    | -                                    | -                                   | -                                   |
| <b>Items that will not be reclassified to income statement</b>   |                                      |                                      |                                     | -                                   |
| 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  | -                                    | -                                    | -                                   | -                                   |
| Changes in revaluation surplus   | -                                    | -                                    | -                                   | -                                   |
| Share of profits of associates and joint ventures  | -                                    | -                                    | -                                   | -                                   |
| Others (specify)   | -                                    | -                                    | -                                   | -                                   |
| Less: Tax expense relating to items that will not be reclassified to income statement  | -                                    | -                                    | -                                   | -                                   |
| <b>Other comprehensive income (OCI) for the period net of tax</b>  |                                      |                                      |                                     |                                     |
| <b>Total comprehensive income for the period net of tax</b>  | <b>26,186</b>                        | <b>76,850</b>                        | <b>211,210</b>                      | <b>341,615</b>                      |
| <b>Attributable to</b>   |                                      |                                      |                                     |                                     |
| Equity Holders of the Parent   | 26,186                               | 76,850                               | 211,210                             | 341,615                             |
| Non - Controlling Interest   | -                                    | -                                    | -                                   | -                                   |
|  | <b>26,186</b>                        | <b>76,850</b>                        | <b>211,210</b>                      | <b>341,615</b>                      |

**HDFC Bank of Sri Lanka**  
**Statement of Financial Position**  
**As at 30th September 2022**

| Item   | 30.09.2022        | 31.12.2021        |
|--|-------------------|-------------------|
|  | Rs "000"          | Rs "000"          |
| <b>Assets</b>                                      |                   | <b>Audited</b>    |
| Cash and Cash Equivalents                          | 254,023           | 258,596           |
| Balance with Central Bank                          | -                 | -                 |
| Placements with banks                              | 28,558            | 8,138,460         |
| Financial assets recognized through Profit or Loss |                   |                   |
| measured at fair value                             | -                 | -                 |
| designated at fair value                           | -                 | -                 |
| Financial assets at amortised cost                 |                   |                   |
| loans and advances                                 | 42,486,433        | 41,836,922        |
| debt and other instruments                         | 15,568,044        | 10,570,351        |
| Property, plant and equipment                      | 266,561           | 224,034           |
| Lease ROUA   | 334,592           | 386,745           |
| Investment properties                              | 1,065,000         | 1,065,000         |
| Goodwill and intangible assets                     | 109,000           | 125,024           |
| Deferred tax assets                                | 129,668           | 126,048           |
| Other assets                                       | 417,980           | 232,412           |
| <b>Total Assets</b>                                | <b>60,659,859</b> | <b>62,963,591</b> |
| <b>Liabilities</b>                                 |                   |                   |
| Due to banks                                       | 1,233,939         | 2,103,173         |
| Derivative financial instruments                   | -                 | -                 |
| Financial liabilities at amortised cost            |                   |                   |
| due to depositors                                  | 47,898,038        | 49,813,326        |
| due to other borrowers                             | 1,353,885         | 1,282,597         |
| Debt securities issued                             | 1,550,275         | 1,422,978         |
| Lease Liability                                    | 352,187           | 388,628           |
| Retirement benefit obligations                     | 854,588           | 771,616           |
| Current tax liabilities                            | 348,929           | 316,139           |
| Other liabilities                                  | 199,019           | 230,368           |
| <b>Total Liabilities</b>                           | <b>53,790,860</b> | <b>56,328,825</b> |
| <b>Capital</b>                                     |                   |                   |
| <b>AT - 1 Capital</b>                              |                   |                   |
| Perpetual Bond                                     | 304,273           | 281,250           |
| <b>Total AT - 1 Capital</b>                        | <b>304,273</b>    | <b>281,250</b>    |
| <b>Equity Capital</b>                              |                   |                   |
| Stated capital/Assigned capital                    | 962,093           | 962,093           |
| Statutory reserve fund                             | 272,373           | 272,373           |
| OCI reserve  | (82,588)          | (82,588)          |
| Retain Earnings                                    | 4,941,701         | 4,730,491         |
| Other Reserves                                     | 471,147           | 471,147           |
| Non-controlling Interest                           | -                 | -                 |
| <b>Total Equity Capital</b>                        | <b>6,564,726</b>  | <b>6,353,516</b>  |
| <b>Total shareholders' equity and AT-1 Capital</b> | <b>6,868,999</b>  | <b>6,634,766</b>  |
| <b>Total Liabilities and Equity</b>                | <b>60,659,859</b> | <b>62,963,591</b> |

**Contingent liabilities and commitments** 309,833                      650,025

**Net Assets value per Ordinary Share (Rs)** 101.45                              98.18

**Memorandum information**

|                     |     |     |
|---------------------|-----|-----|
| Number of employees | 596 | 614 |
| Number of Branches  | 39  | 39  |

**Note: Amounts stated are net of impairment and depreciation.**

**HDFC Bank of Sri Lanka**  
**Statement of Changes in Equity**  
**for the Period ended 30th September 2022**

| Item   | Attributable to equity holders of the bank |                        |                  |                   |                |                  |          | Non-Controlling Interest | Total Equity |
|--|--|------------------------|------------------|-------------------|----------------|------------------|----------|--------------------------|--------------|
|  | Stated Capital Ordinary Voting Shares      | Statutory Reserve Fund | OCI Reserve      | Retained Earnings | Other Reserves | Total            | Rs (000) |                          |              |
| <b>Balance as at 01/01/2021</b>                            | 962,093                                    | 245,008                | (122,982)        | 4,281,474         | 416,418        | 5,782,013        | -        | 5,782,013                |              |
| Profit/(Loss) for the Period                               | -  | -                      | -                | 341,615           | -              | 341,615          | -        | 341,615                  |              |
| Other Comprehensive income (net of tax)                    | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Share issue/increase of Assigned Capital                   | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Bonus issue  | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Right issue  | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Transfer to Reserves during the period                     | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Dividend paid  | -  | -                      | -                | -16,178           | -              | -16,178          | -        | -16,178                  |              |
| Profit transferred to head office                          | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Gain/(loss) on revaluation of Property Plant and Equipment | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| Others   | -  | -                      | -                | -                 | -              | -                | -        | -                        |              |
| <b>Balance as at 30/09/2021</b>                            | <b>962,093</b>                             | <b>245,008</b>         | <b>(122,982)</b> | <b>4,606,912</b>  | <b>416,418</b> | <b>6,107,449</b> | <b>-</b> | <b>6,107,450</b>         |              |

| Item                                     | Attributable to equity holders of the bank |                        |                 |                   |                |                  |          | Non-Controlling Interest | Total Equity |
|--|--|------------------------|-----------------|-------------------|----------------|------------------|----------|--------------------------|--------------|
|  | Stated Capital Ordinary Voting Shares      | Statutory Reserve Fund | OCI Reserve     | Retained Earnings | Other Reserves | Total            | Rs (000) |                          |              |
| <b>Balance as at 01/01/2022</b>          | 962,093                                    | 272,373                | (82,588)        | 4,730,491         | 471,147        | 6,353,516        | -        | 6,353,516                |              |
| Profit/(Loss) for the Period             | -  | -                      | -               | 211,210           | -              | 211,210          | -        | 211,210                  |              |
| Other Comprehensive income (net of tax)  | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Share issue/increase of Assigned Capital | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Bonus issue                              | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Right issue                              | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Transfer to Reserves during the period   | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Dividend paid                            | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Profit transferred to head office        | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| Others                                   | -  | -                      | -               | -                 | -              | -                | -        | -                        |              |
| <b>Balance as at 30/09/2022</b>          | <b>962,093</b>                             | <b>272,373</b>         | <b>(82,588)</b> | <b>4,941,701</b>  | <b>471,147</b> | <b>6,564,726</b> | <b>-</b> | <b>6,564,726</b>         |              |

**HDFC BANK OF SRI LANKA**  
**Statement Of Cash Flows**

Rs 000

| For the nine months ended 30th September                        | Bank               |                  |
|---|--------------------|------------------|
|   | 2022               | 2021             |
| <b>Cash Flows From Operating Activities</b>                     |                    |                  |
| Interest Receipts   | 5,536,183          | 4,787,298        |
| Interest payments   | (2,725,228)        | (2,383,212)      |
| Net commission Receipts   | 180,802            | 195,081          |
| Payments to Employee  | (1,009,075)        | (882,690)        |
| VAT on Financial Services                                       | (278,771)          | (238,614)        |
| Receipt from other operating activities                         | 81,036             | 55,003           |
| Payments on other operating activities                          | (344,355)          | (259,004)        |
| <b>Operating profit before changes in operating assets</b>      | <b>1,440,593</b>   | <b>1,273,863</b> |
| <b>(Increase)/Decrease In Operating Assets :</b>                |                    |                  |
| Financial Assets at amotised cost - Loans and Advances          | (724,527)          | 232,732          |
| Other Assets  | (186,210)          | (139,875)        |
|   | (910,737)          | 92,857           |
| <b>Increase / ( Decrease ) In Operating Liabilities</b>         |                    |                  |
| Financial Liabilities at amotised cost - due to Depositors      | (2,641,838)        | 177,110          |
| Financial Liabilities at amotised cost - due to Other Borrowers | (871,647)          | (563,574)        |
| Other Liabilities   | 24,476             | 31,064           |
|   | (3,489,009)        | (355,400)        |
| <b>Net cash from operating activities before income tax</b>     | <b>(2,959,154)</b> | <b>1,011,320</b> |
| Income Tax Paid   | (182,376)          | (343,219)        |
| <b>Net cash from operating activities</b>                       | <b>(3,141,530)</b> | <b>668,101</b>   |
| <b>Cash Flows From Investing Activities</b>                     |                    |                  |
| Purchase of property, plant and equipment                       | (93,950)           | (54,712)         |
| Net Cash flows from Investments                                 | 3,240,098          | (485,340)        |
| <b>Net cash from Investing activities</b>                       | <b>3,146,147</b>   | <b>(540,052)</b> |
| <b>Cash Flows From Financing Activities</b>                     |                    |                  |
| Dividends paid to shareholders of the parent company            | (9,190)            | -                |
| <b>Net cash from financing activities</b>                       | <b>(9,190)</b>     | <b>-</b>         |
| Net increase/(decrease) in cash & cash Equivalents              | (4,573)            | 128,049          |
| Cash & cash equivalents at beginning of the period              | 258,596            | 305,889          |
| <b>Cash &amp; cash equivalents at the end of the period</b>     | <b>254,023</b>     | <b>433,938</b>   |
| <b>Reconciliation Of Cash and Cash Equivalents</b>              |                    |                  |
| Cash In Hand  | 172,645            | 168,735          |
| Cash at Bank  | 81,378             | 265,203          |
|   | <b>254,023</b>     | <b>433,938</b>   |

**HDFC Bank of Sri Lanka**  
**Analysis of Financial Instruments by Measurement Basis**  
**As at 30th September 2022**

| In Rs."000"                   | Amortised Cost<br>(AC) | Fair value<br>through Profit or<br>Loss (FVTPL) | Fair Value<br>through Other<br>Comprehensive<br>Income (FVOCI) | Total             |
|-------------------------------|------------------------|---|--|-------------------|
| <b>ASSETS</b>                 |                        |   |  |                   |
| Cash and cash equivalents     | 254,023                | -   | -  | 254,023           |
| Placements with banks         | 28,558                 | -   | -  | 28,558            |
| Loans and advances            | 42,486,433             | -   | -  | 42,486,433        |
| Debt and other instruments    | 15,568,044             | -   | -  | 15,568,044        |
| <b>Total financial assets</b> | <b>58,337,058</b>      | -   | -  | <b>58,337,058</b> |
| Other Assets                  | -                      | -   | -  | 2,322,802         |
| <b>Total assets</b>           | <b>58,337,058</b>      | -   | -  | <b>60,659,859</b> |

| In Rupees                               | Amortised Cost<br>(AC) | Fair value<br>through Profit or<br>Loss (FVTPL) | Total             |
|---|------------------------|---|-------------------|
| <b>LIABILITIES</b>                      |                        |   |                   |
| Due to banks                            | 1,233,939              | -   | 1,233,939         |
| Financial liabilities to Amortise cost  |                        |   |                   |
| - due to depositors                     | 47,898,038             | -   | 47,898,038        |
| - due to debt security holders          | 1,550,275              | -   | 1,550,275         |
| - due to other borrowers                | 1,658,158              | -   | 1,658,158         |
| <b>Total financial liabilities</b>      | <b>52,340,410</b>      | -   | <b>52,340,410</b> |
| Other Liabilities                       | -                      | -   | 1,754,723         |
| Equity                                  | -                      | -   | 6,564,726         |
| <b>Total liabilities &amp; Equities</b> | <b>52,340,410</b>      | -   | <b>60,659,859</b> |

AC - Financial assets/liabilities measured at amortised cost

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

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

**HDFC Bank of Sri Lanka**  
**Analysis of Financial Instruments by Measurement Basis**  
**As at 31st December 2021 (Audited)**

| In Rs."000"                   | Amortised Cost<br>(AC) | Fair value<br>through Profit or<br>Loss (FVTPL) | Fair Value<br>through Other<br>Comprehensive<br>Income (FVOCI) | Total             |
|-------------------------------|------------------------|---|--|-------------------|
| <b>ASSETS</b>                 |                        |   |  |                   |
| Cash and cash equivalents     | 258,596                | -   | -  | 258,596           |
| Placements with banks         | 8,138,460              | -   | -  | 8,138,460         |
| Loans and advances            | 41,836,922             | -   | -  | 41,836,922        |
| Debt and other instruments    | 10,570,351             | -   | -  | 10,570,351        |
| <b>Total financial assets</b> | <b>60,804,328</b>      | -   | -  | <b>60,804,328</b> |
| Other Assets                  |                        |   |  | 2,159,263         |
| <b>Total assets</b>           | <b>60,804,328</b>      | -   | -  | <b>62,963,591</b> |

| In Rupees                               | Amortised Cost<br>(AC) | Fair value<br>through Profit or<br>Loss (FVTPL) | Total             |
|---|------------------------|---|-------------------|
| <b>LIABILITIES</b>                      |                        |   |                   |
| Due to banks                            | 2,103,173              | -   | 2,103,173         |
| Financial liabilities to Amortise cost  | -                      | -   | -                 |
| - due to depositors                     | 49,813,326             | -   | 49,813,326        |
| - due to debt security holders          | 1,422,978              | -   | 1,422,978         |
| - due to other borrowers                | 1,563,847              | -   | 1,563,847         |
| <b>Total financial liabilities</b>      | <b>54,903,325</b>      | -   | <b>54,903,325</b> |
| Other Liabilities                       |                        | -   | 1,706,750         |
| Equity                                  | -                      | -   | 6,353,516         |
| <b>Total liabilities &amp; Equities</b> | <b>54,903,325</b>      | -   | <b>62,963,591</b> |

**HDFC Bank of Sri Lanka**  
**Analysis of Loan and Receivables**  
**As at 30th September 2022**

| <b>Product - Wise Gross Loans &amp; Advances</b>                      |                             |   |
|---|-----------------------------|---|
|   | <b>As at<br/>30.09.2022</b> | <b>As at<br/>31.12.2021<br/>(Audited)</b> |
| In Rs."000"   |                             |   |
| <b>By Products - Domestic Currency</b>                                |                             |   |
| Housing Loans Secured by Primary Mortgage Over Residential Properties | 11,751,834                  | 11,995,010                                |
| Housing Loans Against EPF.  | 13,302,144                  | 12,476,337                                |
| Housing Loans on Guarantors & Others                                  | 7,581,601                   | 7,727,668                                 |
| Gold Loans  | 449,943                     | 434,329                                   |
| Business Loans  | 3,187,875                   | 3,697,651                                 |
| Lease Rentals receivables   | 836,371                     | 939,135                                   |
| Hire Purchase   | 2,523                       | 2,541                                     |
| Staff Loans   | 1,815,273                   | 1,708,728                                 |
| Cash Margin Loans   | 2,458,403                   | 1,677,956                                 |
| Interest & Other Receivables  | 3,017,178                   | 2,912,855                                 |
| <b>Sub Total</b>  | <b>44,403,146</b>           | <b>43,572,210</b>                         |
| By Products - Foreign Currency  | -                           | -   |
| <b>Total</b>  | <b>44,403,146</b>           | <b>43,572,210</b>                         |

**Product -Wise Commitments and Contingencies**

|                                     |                |                |
|-------------------------------------|----------------|----------------|
| <b>By Product-Domestic Currency</b> |                |                |
| Guarantees                          | <b>4,570</b>   | <b>4,599</b>   |
| Bonds                               | -              | -              |
| Undrawn credit lines                | <b>305,263</b> | <b>645,426</b> |
| <b>Sub Total</b>                    | <b>309,833</b> | <b>650,025</b> |
| By product - Foreign currency       | -              | -              |
| <b>Total</b>                        | <b>309,833</b> | <b>650,025</b> |

| <b>Stage-wise impairment on loans &amp; advances, commitments and contingencies</b> | <b>As at<br/>30.09.2022</b> | <b>As at<br/>31.12.2021<br/>(Audited)</b> |
|---|-----------------------------|---|
| <b>Gross loans and advances, commitments and contingencies</b>                      | <b>44,712,979</b>           | <b>44,222,235</b>                         |
| Less: Accumulated impairment under stage 1  | 179,865                     | 158,123                                   |
| Accumulated impairment under stage 2  | 225,624                     | 51,681                                    |
| Accumulated impairment under stage 3  | 1,511,223                   | 1,525,485                                 |
| <b>Total Impairment</b>   | <b>1,916,713</b>            | <b>1,735,288</b>                          |
| <b>Net value of loans and advances, commitments and contingencies</b>               | <b>42,796,266</b>           | <b>42,486,947</b>                         |

## HDFC Bank of Sri Lanka

### Analysis of Impairment , Customer Deposit & Debt Security Interest Rate

As at 30th September 2022

| Movement of impairment during the period | 2022             | 2021             |
|--|------------------|------------------|
| <b>Under Stage 1</b>                     |                  |                  |
| Opening balance 01-01                    | 158,123          | 108,035          |
| Charge/(Write back) to income statement  | 21,743           | 50,088           |
| Write-off during the year                | -                | -                |
| Other movements                          | -                | -                |
| <b>Closing balance</b>                   | <b>179,865</b>   | <b>158,123</b>   |
| <b>Under Stage 2</b>                     |                  |                  |
| Opening balance 01-01                    | 51,681           | 53,539           |
| Charge/(Write back) to income statement  | 173,943          | (1,858)          |
| Write-off during the year                | -                | -                |
| Other movements                          | -                | -                |
| <b>Closing balance</b>                   | <b>225,624</b>   | <b>51,681</b>    |
| <b>Under Stage 3</b>                     |                  |                  |
| Opening balance 01-01                    | 1,525,485        | 1,283,370        |
| Charge/(Write back) to income statement  | (14,262)         | 242,115          |
| Write-off during the year                | -                | -                |
| Other movements                          | -                | -                |
| <b>Closing balance</b>                   | <b>1,511,223</b> | <b>1,525,485</b> |
| <b>Total impairment</b>                  | <b>1,916,713</b> | <b>1,735,288</b> |

| <b>Due to Other Customers - By Product</b> |                     |                                  |
|--|---------------------|----------------------------------|
| In Rs."000"                                | As at<br>30.09.2022 | As at<br>31.12.2021<br>(Audited) |
| <b>By Product - Domestic Currency</b>      |                     |                                  |
| Demand deposit(Current Accounts)           | -                   | -                                |
| Savings deposits                           | 8,041,677           | 8,541,830                        |
| Fixed deposits                             | 39,856,362          | 41,271,496                       |
| Other deposits                             | -                   | -                                |
| <b>Sub Total</b>                           | <b>47,898,038</b>   | <b>49,813,326</b>                |
| <b>By Product - Foreign Currency</b>       | -                   | -                                |
| <b>Total</b>                               | <b>47,898,038</b>   | <b>49,813,326</b>                |

### Debt security interest rate vs Government Security Interest rates

| Debenture Type                              | Interest rate % |            | Gov. security Interest rate |            |
|---|-----------------|------------|-----------------------------|------------|
|   |                 |            | %                           |            |
|   | 30.09.2022      | 31.12.2021 | 30.09.2022                  | 31.12.2021 |
| Debenture - 10Years- 2015(Fixed Annu. 2025) | 12.00           | 12.00      | 25.86                       | 9.96       |

**HDFC Bank of Sri Lanka**  
**Selected Performance Indicators**

| Item  | As at 30.09.2022 | As at 31.12.2021 |
|---|------------------|------------------|
| <b>Regulatory Capital Adequacy</b>  |                  |                  |
| Common Equity Tire 1 Capital Rs. Mn   | 6,197            | 6,185            |
| Tier 1 Capital (CET1+AT1) Rs . Mn   | 6,447            | 6,435            |
| Total Capital Base (Tier 1 Capital+Tire 2) , Rs Mn  | 6,447            | 6,618            |
| <b>Regulatory Capital Ratios (%)</b>  |                  |                  |
| Common Equity Tire 1 Capital Adequacy Ratio ,as a percentage of Risk Weighted Assets( Minimum Requirement , 7.0%) | 24.67%           | 21.51%           |
| Tier 1 Capital Adequacy Ratio , as percentage of Risk Weighted-Assets ( Minimum Requirement , 8.5%)               | 25.67%           | 22.38%           |
| Total Capital Adequacy Ratio , as a percentage of Risk Weighted Assets ( Minimum Requirement , 12.5%)             | 25.67%           | 23.02%           |
| <b>Leverage Ratio</b> (Minimum Requirement 3%)  | 10.66%           | 9.27%            |
| <b>Regulatory Liquidity</b>   |                  |                  |
| Statutory Liquid Assets (LKR in Millions)   | 13,900           | 12,837           |
| Statutory Liquid Assets Ratio (Minimum Requirement - 20%)   |                  |                  |
| Domestic Banking Unit   | 29.27%           | 26.60%           |
| Off-Shore Banking Unit  |                  |                  |
| Total Stock of High-Quality Liquid Assets (LKR in Millions)   | 14,089           | 7,154            |
| Liquidity Coverage Ratio (Minimum Requirement -90% ) Rupee  | 298%             | 156%             |
| All Currency  |                  |                  |
| Net Stable Funding Ratio - (Minimum Requirement - 90% )   | 175.00%          | 122.00%          |
| <b>Assets Quality (Quality of Loan Portfolio)</b>   |                  |                  |
| Impaired Loans (Stage 3) Ratio %  | 36.15%           | 32.12%           |
| Impairment (Stage 3) to Stage 3 Loans Ratio (%)   | 8.96%            | 10.19%           |
| Impaired Loans (Stage 3) Ratio % - excluding EPF loans  | 21.43%           | 15.48%           |
| Impairment (Stage 3) to Stage 3 Loans Ratio (%) -excluding EPF loans  | 17.65%           | 23.18%           |
| <b>Profitability</b>  |                  |                  |
| Interest Margin   | 4.81%            | 4.93%            |
| Return on Assets (before Tax)   | 1.50%            | 1.93%            |
| Return on Equity  | 4.36%            | 9.02%            |
| Debt/Equity (Times)   | 0.68             | 0.80             |
| Interest Cover (Times)  | 3.60             | 5.02             |
| Interest Yeild  | 13.19%           | 11.10%           |

| Financial Indicators                                 | Share Price(Rs)        |                  | Debenture Issued 2015                                    |
|--|------------------------|------------------|--|
|  | 3rd Quarter 30.09.2022 | As at 31.12.2021 | 3rd quarter 30.09.2022 (10 Year Fixed Annual debentures) |
| Market Price of shares/Debentures during the Quarter |                        |                  |  |
| Highest Price Per Share/Debenture                    | 35.00                  | 36.30            | N/T *  |
| Lowest Price Per Share/Debentures                    | 22.20                  | 30.00            | N/T *  |
| Last Trading Price Per Share/Debentures              | 28.90                  | 30.50            | N/T *  |

\* N/T - No Transaction

**Listed Debenture Information**

| Yeild to Maturity of Last Trade Done(% p. a) |      |      |
|--|------|------|
| Quarter ended 30th September 2022            | 2022 | 2021 |
| 10 Years fixed Annual (12.00 p.a)            | -    | -    |

**Notes to the Financial Statement**

- The Statement of Financial Position as at 30.09.2022, the Income Statement, Statement of Comprehensive Income, the Statement of Cash Flow and the Statement of Changes in equity for the quarter ended, are drawn up from the unaudited accounts of the bank and provided the information required by the CSE and the CBSL and where required, provides additional disclosures to comply with LKAS 34, Interim Financial Reporting.
- These Financial statements have been prepared in accordance with the Sri Lanka Accounting Standard No 34, 'Interim Financial Reporting' and other applicable Sri Lanka Accounting Standards.
- No circumstances have arisen since the Statement of Financial Position date which would require adjustment to or disclosure in the interim financial statements for the quarter ended 30th September 2022.
- The Financial statements have been prepared in accordance with the accounting policies set out in the Annual Reports for the Year ended 31<sup>st</sup> Dec 2021.
- There have not been significant changes in the nature of the contingent liabilities that required disclosure in the interim financial statements for the quarter ended 30th September 2022.

6. Shares held by the twenty largest share holders of voting shares as at 30.09.2022

| Share Holder Name                                 | No of Share       | %            |
|---|-------------------|--------------|
| 1. National Housing Development Authority         | 32,180,000        | 49.73        |
| 2. L O L C Holdings Plc                           | 9,707,740         | 15.00        |
| 3. Thurston Investments Limited                   | 9,155,000         | 14.15        |
| 4. Sampath Bank PLC / Dr.T.Senthilvel             | 4,893,378         | 7.56         |
| 5. MS. S.N.C.W.M.T.R. KANDEGEDARA                 | 335,822           | 0.52         |
| 6. Condominium Management Authority               | 300,000           | 0.46         |
| 6. Urban Development Authority                    | 300,000           | 0.46         |
| 8. Dr R. R. De Silva                              | 295,126           | 0.46         |
| 9. Seylan Bank PLC/ Senthilvel Holdings (Pvt) Ltd | 267,047           | 0.41         |
| 10. Sampath Bank PLC/Mr.Arunasalam Sithampalam    | 258,054           | 0.40         |
| 11. FINCO HOLDINGS (PRIVATE) LIMITED              | 185,000           | 0.29         |
| 12. RAVI EXPORTS PRIVATE LIMITED                  | 180,400           | 0.28         |
| 13. The Associated Newspapers of Ceylon Limited   | 180,000           | 0.28         |
| 14. Mr. D A DE Zoysa                              | 170,000           | 0.26         |
| 15. Mr. S.N.C.W.M.B.C. KANDEGEDARA                | 139,568           | 0.22         |
| 16. Dr.S.Yaddehige                                | 133,180           | 0.21         |
| 17. MR. S. ABISHEK                                | 128,709           | 0.20         |
| 18.National Water supply & Drainage Board         | 120,000           | 0.19         |
| 18.Road Development Authority                     | 120,000           | 0.19         |
| 18.State Engineering Corporation                  | 120,000           | 0.19         |
| <b>Total</b>                                      | <b>59,169,024</b> | <b>91.46</b> |

\* The Public Holding percentage is 36.055% , No of Shares 23,331,459 and No of Shareholders 2,174.

7. Minimum Share Holders for compliance

| OPTION - 5               | MINIMUM SHARE HOLDERS FOR COMPLIANCE |                           |                               |
|--------------------------|--------------------------------------|---------------------------|-------------------------------|
|                          | Float-adjusted Market Capitalization | Public Holding Percentage | Number of public Shareholders |
| <b>Minimum Available</b> | Less Than 2.5 Bn                     | 20%                       | 500                           |
|                          | 0.67                                 | 36.06%                    | 2,174                         |

8. Directors' & Chief Executive Officer's holding in shares and Debentures of the Bank at the end of 30.09.2022 are as follows.

| Directors' & Chief Executive Officer's Name | No of Shares | No of Debentures |
|---|--------------|------------------|
| 1.Mrs. R.M.R.W. Manchanayake                | -            | -                |
| 2.Mr. L.E.S. Silva                          | 1,000        | -                |
| 3.Mr. J.M.D. Ariyaratne (A. JAYAMAHA)       | 1,000        | -                |
| 4.Mr. W.M. Ananda                           | -            | -                |
| 5.Mr. P.A. Lionel                           | 2,000        | -                |
| 6.Mr. D.M.M.M. Wijayarathna                 | -            | -                |
| 7.Mr. P.M.K.Hettiarachchi                   | -            | -                |
| 8.Dr.K.Pathiraja (P.A. Krishantha)          | 1,000        | -                |
| 9.Mr. R. Sooriyaarachchi                    | -            | -                |
| 10.Mr I.G. J.Paliitha (GM/CEO)              | -            | -                |
| <b>Total</b>                                | <b>5,000</b> | <b>-</b>         |

9. Number of shares representing the entity's stated capital - 64,710,520

**CERTIFICATION:**

We, the undersigned, being the Chief Executive Officer and Chief financial officer of HDFC Bank of Sri Lanka certify that :-

(1) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka & Colombo Stock Exchange.

(2) The information contained in these statements have been extracted from the unaudited financial statements of the bank unless indicated as audited.



**Anura Hettiarachchi**  
Chief Financial Officer



**I.G. Janaka Palitha**  
General Manager / CEO

Signed for and on behalf of the Board of Directors, HDFC Bank of Sri Lanka



**Mrs. R. M. R. W. Manchanayake**  
Chairman



**L.E.S.Silva**  
Director

**Dated: 10 / 11 / 2022**