



AMÃNA BANK PLC (PB 3618 PQ)

FINANCIAL STATEMENTS

31 MARCH 2021

AMĀNA BANK PLC (PB 3618 PQ)
STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED 31 MARCH 2021

	RUPEES IN THOUSANDS		Change %
	FOR THE QUARTER ENDED 31 MARCH		
	2021	2020	
Financing Income	1,671,599	1,952,841	(14%)
Financing Expenses	(779,655)	(1,141,857)	(32%)
Net Financing Income	891,944	810,984	10%
Net Fee and Commission Income	103,467	83,697	24%
Net Trading Income	39,529	112,192	(65%)
Net Gains / (Losses) from Financial Investments at Fair Value Through Profit or Loss	(842)	(18,961)	(96%)
Net Gains / (Losses) from Derecognition of Financial Assets	(340)	(118)	188%
Net Other Operating Income	845	115	635%
Total Operating Income	1,034,603	987,909	5%
Impairment on Financial Assets	(100,440)	(53,326)	88%
Net Operating Income	934,163	934,583	(0%)
Personnel Expenses	338,824	362,318	(6%)
Depreciation and Amortisation of Property, Plant, Equipment and Right-of-Use Assets	80,050	85,570	(6%)
Other Operating Expenses	206,507	225,257	(8%)
Total Operating Expenses	625,381	673,145	(7%)
Operating Profit Before Value Added Tax on Financial Services	308,782	261,438	18%
Value Added Tax on Financial Services	(91,688)	(81,221)	13%
Profit Before Tax	217,094	180,217	20%
Tax Expenses	(86,458)	(50,460)	71%
Profit for the Period	130,636	129,757	1%
Earnings Per Share - Basic / Diluted (in LKR)	0.05	0.05	-

AMANA BANK PLC (PB 3618 PQ)

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2021**

	RUPEES IN THOUSANDS		Change %
	FOR THE QUARTER ENDED 31 MARCH		
	2021	2020	
Profit for the Period	130,636	129,756	1%
Other Comprehensive Income / (Loss)			
Other Comprehensive Income not to be Reclassified to Profit or Loss in Subsequent Periods:			
Financial Assets - Fair Value through Other Comprehensive Income:			
Net Gain / (Loss) on Financial Assets - Fair Value through Other Comprehensive Income	(99,934)	(24,308)	311%
	(99,934)	(24,308)	311%
Net Comprehensive Income not to be Reclassified to Profit or Loss in Subsequent Periods:	(99,934)	(24,308)	311%
Other Comprehensive Income / (Loss) for the Period Net of Tax	(99,934)	(24,308)	311%
Total Comprehensive Income for the Period	30,702	105,448	(71%)

AMĀNA BANK PLC (PB 3618 PQ)
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	RUPEES IN THOUSANDS		Change %
	AS AT 31.3.2021	AS AT 31.12.2020 (AUDITED)	
Assets			
Cash and Cash Equivalents	8,752,629	6,859,970	28%
Balance with Central Bank of Sri Lanka	7,374,842	11,410,471	(35%)
Placements with Banks	13,814,687	11,580,357	19%
Placements with Licensed Finance Companies	2,104,296	3,108,069	(32%)
Derivative Financial Assets	988,982	228,515	333%
Financial Assets Recognised through Profit or Loss - Measured at Fair Value	68,585	55,922	23%
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	68,707,992	62,566,964	10%
Financial Assets Measured at Fair Value through Other Comprehensive Income	192,057	291,991	(34%)
Other Assets - Financial	1,384,529	1,048,477	32%
Property, Plant, Equipment And Right-Of-Use Assets	2,289,254	2,354,608	(3%)
Intangible Assets	242,739	257,240	(6%)
Other Assets - Non Financial	531,991	409,783	30%
Total Assets	106,452,583	100,172,368	6%
Liabilities			
Due to Banks	18,409	311,087	(94%)
Derivative Financial Liabilities	744,117	111,882	565%
Financial Liabilities at Amortised Cost - Due to Depositors	87,743,454	83,554,241	5%
Other Liabilities - Financial	4,577,009	2,944,168	55%
Current Tax Liabilities	508,970	420,491	21%
Dividend Payable	6,494	6,526	(0%)
Deferred Tax Liability	68,246	70,266	(3%)
Retirement Benefit Liability	176,463	170,664	3%
Other Liabilities - Non Financial	111,442	115,764	(4%)
Total Liabilities	93,954,604	87,705,089	7%
Shareholders' Funds			
Stated Capital	10,819,561	10,819,561	-
Statutory Reserve Fund	116,457	116,457	-
Fair Value Reserve	(55,054)	44,880	(223%)
Revaluation Reserve	817,458	817,458	-
Retained Earnings	799,557	668,922	20%
Total Equity	12,497,979	12,467,278	0%
Total Liabilities and Shareholders' Funds	106,452,583	100,172,368	6%
Net Asset Value per Ordinary Share	4.80	4.79	
Commitments and Contingencies	68,140,599	65,337,220	
Memorandum Information			
Number of Employees	857	869	
Number of Branches	32	32	

CERTIFICATION:

I certify that these Financial Statements comply with the requirements of the Companies Act No. 07 of 2007.

M. Ali Wahid
Chief Financial Officer
11 May 2021

We, the undersigned, being the Chief Executive Officer, Chairman and Director of Amana Bank PLC certify jointly that:-

(a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka and Rule 7.4 of Colombo Stock Exchange.

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

Mohamed Azmeer
Chief Executive Officer
11 May 2021

Ali Asghar Akbarally
Chairman
11 May 2021

Tishan Subasinghe
Director
11 May 2021

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2021

RUPEES IN THOUSANDS

	Stated Capital	Statutory Reserve Fund	Fair Value Reserve	Revaluation Reserve	Retained Earnings	Total
As at 31 December 2019 (Audited)	10,619,450	93,272	(100,970)	818,545	423,270	11,853,567
Profit for the three months ended 31.3.2020	-	-	-	-	129,756	129,756
Total Comprehensive Income for the three months ended 31.3.2020	-	-	(24,308)	-	-	(24,308)
As at 31 March 2020	10,619,450	93,272	(125,278)	818,545	553,026	11,959,014
Scrip Dividend - 2020	200,111	-	-	-	(200,111)	-
Share Issue Expenses	-	-	-	-	(200)	(200)
Profit for the nine months ended 31.12.2020	-	-	-	-	333,940	333,940
Other Comprehensive Income for the nine months ended 31.12.2020	-	-	170,158	-	4,365	174,524
Transfers to Statutory Reserve Fund	-	23,185	-	-	(23,185)	-
Transferred to Retained Earnings	-	-	-	(1,086)	1,086	-
As at 31 December 2020 (Audited)	10,819,561	116,457	44,880	817,458	668,922	12,467,278
Profit for the three months ended 31.3.2021	-	-	-	-	130,636	130,636
Total Comprehensive Income for the three months ended 31.3.2021	-	-	(99,934)	-	-	(99,934)
As at 31 March 2021	10,819,561	116,457	(55,054)	817,458	799,557	12,497,979

**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2021**

	RUPEES IN THOUSANDS	
	2021	2020
Cash Flows from Operating Activities		
Financing Income Received	1,800,857	1,777,414
Fees and Commission Received	103,130	62,611
Financing Expenses Paid	(769,658)	(1,101,636)
Foreign Exchange Income Received	39,529	112,192
Gratuity Payments Made	(2,542)	(1,388)
Payments to Employees and Suppliers	(636,959)	(646,527)
Operating Profit/(Loss) before Changes in Operating Assets and Liabilities	534,357	202,667
(Increase) / Decrease in Operating Assets		
Financing and Receivable to Other Customers	(6,369,700)	(664,720)
Other Financial Assets	(208,055)	(259,921)
Other Non Financial Assets	(122,208)	(80,460)
Balances with Central Bank of Sri Lanka	4,035,629	(652,180)
Increase / (Decrease) in Operating Liabilities		
Due to Other Customers	4,264,250	5,397,708
Due to Banks	(292,678)	(1,100,000)
Other Liabilities	1,542,059	581,319
Net Cash Flow from Operating Activities before Income Tax	3,383,655	3,424,412
Income Tax Paid	(51,536)	(40,974)
Net Cash From / (Used In) Operating Activities	3,332,120	3,383,438
Cash Flows From/(Used In) Investing Activities		
Acquisition of Property, Plant & Equipment	(194)	(27,111)
Proceeds from Sale of Property, Plant and Equipment	-	-
Acquisition of Intangible Assets	-	(19,433)
Investments in Placements with Banks	949,799	1,881,914
Investments in Placements with Licensed Finance Companies	(2,384,651)	(2,825,759)
Financial Assets Recognised through Profit or Loss - Measured at Fair Value	(5,228)	(9,312)
Dividend Received from Financial Assets	845	115
Net Cash From / (Used In) Investing Activities	(1,439,428)	(999,586)
Cash Flows From / (Used In) Financing Activities		
Share Issue Expenses	-	-
Dividend Paid	(32)	(255)
Net Cash From / (Used In) Financing Activities	(32)	(255)
Net Increase / (Decrease) in Cash and Cash Equivalents	1,892,660	2,383,596
Cash and Cash Equivalents at the Beginning of the Year	6,860,456	10,068,031
Cash and Cash Equivalents at the End of the Period - Gross of Allowance for Impairment Losses	8,753,115	12,451,627

**CASH AND CASH EQUIVALENTS
FOR THE PERIOD ENDED 31 MARCH**

	2021	2020
Cash in Hand	4,600,215	1,792,423
Balances with Banks	4,152,900	10,659,205
	8,753,115	12,451,628
Less: Allowance for Impairment Losses	(486)	(1,028)
Total	8,752,629	12,450,600

01. ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Financial instruments are measured on an ongoing basis either at fair value or at amortised cost. The summary of significant accounting policies stated in the Annual Financial Statements describes how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised. The following table analyses the carrying amounts of the financial instruments by category as defined in SLFRS 9 and by headings of the Statement of Financial Position.

RUPEES IN THOUSANDS

FINANCIAL ASSETS	FAIR VALUE THROUGH PROFIT OR LOSS	AMORTIZED COST	FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	TOTAL AS AT 31.3.2021
Cash and Cash Equivalents	-	8,752,629	-	8,752,629
Balance with Central Bank of Sri Lanka	-	7,374,842	-	7,374,842
Placements with Banks	-	13,814,687	-	13,814,687
Placements with Licensed Finance Companies	-	2,104,296	-	2,104,296
Derivative Financial Assets	988,982	-	-	988,982
Financial Assets Recognised through Profit or Loss - .Measured at Fair Value	68,585	-	-	68,585
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	-	68,707,992	-	68,707,992
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	192,057	192,057
Other Assets - Financial	-	1,384,529	-	1,384,529
Total Financial Assets	1,057,567	102,138,975	192,057	103,388,599
Financial Liabilities				
Due to Banks	-	18,409	-	18,409
Derivative Financial Liabilities	744,117	-	-	744,117
Financial Liabilities at Amortised Cost - Due to Depositors	-	87,743,454	-	87,743,454
Other Liabilities - Financial	-	4,577,009	-	4,577,009
Total Financial Liabilities	744,117	92,338,872	-	93,082,989

FINANCIAL ASSETS	FAIR VALUE THROUGH PROFIT OR LOSS	AMORTIZED COST	FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	TOTAL AS AT 31.12.2020 (AUDITED)
Cash and Cash Equivalents	-	6,859,970	-	6,859,970
Balance with Central Bank of Sri Lanka	-	11,410,471	-	11,410,471
Placements with Banks	-	11,580,357	-	11,580,357
Placements with Licensed Finance Companies	-	3,108,069	-	3,108,069
Derivative Financial Assets	228,515	-	-	228,515
Financial Assets Recognised through Profit or Loss - .Measured at Fair Value	55,922	-	-	55,922
Financial Assets at Amortised Cost - Financing and Receivables to Other Customers	-	62,566,964	-	62,566,964
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	291,991	291,991
Other Assets - Financial	-	1,048,477	-	1,048,477
Total Financial Assets	284,437	96,574,308	291,991	97,150,736
Financial Liabilities				
Due to Banks	-	311,087	-	311,087
Derivative Financial Liabilities	111,882	-	-	111,882
Financial Liabilities at Amortised Cost - Due to Depositors	-	83,554,241	-	83,554,241
Other Liabilities - Financial	-	2,944,168	-	2,944,168
Total Financial Liabilities	111,882	86,809,496	-	86,921,379

02. FINANCING AND RECEIVABLES TO OTHER CUSTOMERS

ANALYSIS OF FINANCING AND RECEIVABLES TO OTHER CUSTOMERS

RUPEES IN THOUSANDS

31.3.2021

31.12.2020

(AUDITED)

Gross Financing and Receivables to Other Customers	70,499,098	64,258,511
Less: Accumulated Impairment		
Stage 1	(368,771)	(353,622)
Stage 2	(689,541)	(635,181)
Stage 3	(732,794)	(702,743)
Net Financing and Receivables	68,707,992	62,566,964

06. SELECTED PERFORMANCE INDICATORS (As per Regulatory Reporting)

	AS AT 31.3.2021	AS AT 31.12.2020 (AUDITED)
Regulatory Capital (LKR '000)		
Common Equity Tier 1 *	11,241,172	11,209,393
Tier 1 Capital	11,241,172	11,209,393
Total Capital	12,524,983	12,450,876
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital Ratio (Minimum Requirement 7.0%)	13.6%	15.6%
Tier I Capital Ratio (Minimum Requirement 8.5%)	13.6%	15.6%
Total Capital Ratio (Minimum Requirement 12.5%)	15.2%	17.4%
Leverage Ratio % (Minimum Requirement 3%)	7.7%	8.0%
Assets Quality (Quality of Financing and Advance Portfolio)		
Gross Non-Performing Financing and Advances Ratio, % (Net of Profit in Suspense)	3.3%	4.0%
Net Non-Performing Financing and Advances Ratio, % (Net of Profit in Suspense and Provisions)	0.7%	1.4%
Profitability		
Financing Margin (%)	3.7%	3.7%
Return on Assets (Before Tax)	0.9%	0.8%
Return on Equity	4.2%	3.8%
Regulatory Liquidity		
Statutory Liquid Assets		
- Domestic Banking Unit, (LKR in Millions)	25,200	19,441
- Foreign Currency Banking Unit, (USD '000)	4,273	2,524
Statutory Liquid Assets Ratio % (Minimum Requirement 20%)		
- Domestic Banking Unit	28.4%	23.3%
- Off-Shore Banking Unit	40.1%	25.1%
Total Stock of High Quality Liquid Assets (LKR in Millions)	11,242	14,530
Liquidity Coverage Ratio (%) (Minimum Requirement 90%)		
- Rupee (%)	528.6%	483.0%
- All Currency (%)	437.9%	340.3%
Net Stable Funding Ratio (%) (Minimum Requirement 90%)	208.7%	205.7%

* This represents Common Equity Tier 1 (CET1) Capital after applicable adjustments. The CET1 Capital before adjustments is as follows:

- 31.3.2021 (LKR '000)	11,559,804
- 31.12.2020 (LKR '000)	11,641,786

07. SEGMENT INFORMATION

The following table presents information on total income, profit, total assets and liabilities regarding the Bank's operating segments.

FOR THE PERIOD ENDED 31 MARCH 2021	RUPEES IN THOUSANDS					
	CONSUMER BANKING	BUSINESS BANKING	TOTAL BANKING	TREASURY	UNALLOCATED / ELIMINATION	TOTAL
Income						
Financing Income	540,454	852,959	1,393,413	278,186	-	1,671,599
Net Fee and Commission Income	45,999	51,024	97,024	4,488	1,955	103,467
Net Trading Gain	-	-	-	39,529	-	39,529
Net Gains / (Losses) from Financial Assets at Fair Value Through Profit or Loss	-	-	-	(842)	-	(842)
Net Gains / (Losses) from Derecognition of Financial Assets	-	-	-	(340)	-	(340)
Other Operating Income	-	-	-	845	-	845
Total Income	586,453	903,983	1,490,436	321,867	1,955	1,814,258
Less						
Financing Expenses			(769,658)	-	(9,997)	(779,655)
Impairment On Financial Assets			(100,440)	-	-	(100,440)
Operating Expenses			(437,984)	(180,189)	(7,208)	(625,381)
Operating Profit Before VAT on Financial Services			182,354	141,678	(15,250)	308,782
VAT on Financial Services						(91,688)
Profit Before Tax						217,094
Tax Expenses						(86,458)
Profit After Tax						130,636
Total Assets	19,283,216	49,424,776	68,707,992	25,660,594	12,083,998	106,452,583
Total Liabilities	77,478,541	10,264,912	87,743,454	744,117	5,467,033	93,954,604
FOR THE PERIOD ENDED 31 MARCH 2020						
FOR THE PERIOD ENDED 31 MARCH 2020	CONSUMER BANKING	BUSINESS BANKING	TOTAL BANKING	TREASURY	UNALLOCATED / ELIMINATION	TOTAL
Income						
Financing Income	635,523	1,131,856	1,767,378	185,463	-	1,952,841
Net Fee and Commission Income	49,840	34,233	84,074	1,444	(1,821)	83,697
Net Trading Income	-	-	-	112,192	-	112,192
Net Gains / (Losses) from Financial Assets at Fair Value Through Profit or Loss	-	-	-	(18,961)	-	(18,961)
Net Gains / (Losses) from Derecognition of Financial Assets	-	-	-	(118)	-	(118)
Net Other Operating Income	-	-	-	115	-	115
Total Income	685,363	1,166,089	1,851,452	280,136	(1,821)	2,129,766
Less						
Financing Expenses			(1,128,192)	(4,001)	(9,663)	(1,141,857)
Impairment On Financial Assets			(53,326)	-	-	(53,326)
Operating Expenses			(553,612)	(101,820)	(17,714)	(673,146)
Operating Profit Before VAT on Financial Services			116,323	174,314	(29,198)	261,437
VAT on Financial Services						(81,221)
Profit Before Tax						180,216
Tax Expenses						(50,460)
Profit After Tax						129,756
Total Assets	17,065,299	41,331,601	58,396,900	24,506,565	8,743,786	91,647,251
Total Liabilities	73,202,937	3,852,786	77,055,723	424	2,644,373	79,700,520

EXPLANATORY NOTES

1. These Interim Financial Statements have been prepared in accordance with LKAS 34 - Interim Financial Reporting and present information required by Listing Rules of Colombo Stock Exchange.
2. The interim condensed Financial Statements do not include all the information and disclosure required in the Annual Financial Statements, and should be read in conjunction with Annual Financial Statements as at 31 December 2020.
3. The accounting policies adopted in the presentation of the interim condensed Financial Statements are consistent with those followed in the preparation of the Bank's Annual Financial Statements for the year ended 31 December 2020.
4. There are no material events that took place after the Statement of Financial Position date which require adjustment to or disclosures in the Financial Statements.
5. Comparative figures have been restated wherever necessary to conform to the current periods presentation.
6. There has not been a significant change in the nature of the contingent liabilities as disclosed in the Annual Report of 2020
7. Market Price of Ordinary Shares

	2021	2020
	LKR	LKR
Market Price as at 31 March	3.30	1.90
Highest Market Price during the quarter ended 31 March	4.50	2.40
Lowest Market Price during the quarter ended 31 March	3.10	1.90

8. Directors' and Chief Executive Officer's holding in shares as at 31 March 2021

Name	No. of Shares
Mr. Ali Asghar Akbarally	Nil
Mr. Rajiv Dvivedi	Nil
Mr. Dilshan Hettiaratchi	Nil
Mr. Aaron Russell-Davison	Nil
Mr. M Ataur Rahman Chowdhury	Nil
Mr. S M Asim Raza	Nil
Mr. K M P Bin Abdullah	Nil
Mr. Omar Farook Kassim	Nil
Mr. Paul Mercer	Nil
Mr. Tishan Subasinghe	Nil
Mr. Mohamed Adamaly	Nil
Mr. Mohamed Azmeer (Chief Executive Officer)	519,999

9. Twenty Largest Shareholders as at 31 March 2021

No	Name of Shareholder	No. of Shares	%
1	IB Growth Fund (Labuan) LLP	615,242,015	23.65
2	Mr. Hossain Ahmed Ismail	259,884,351	9.99
3	Mr. Mohamed Haji Omar	219,006,747	8.42
4	Bank Islam Malaysia Berhad	187,784,491	7.22
5	AB Bank Limited	187,784,490	7.22
6	Islamic Development Bank(IsDB)	164,384,227	6.32
7	Akbar Brothers (Pvt) Ltd	164,054,018	6.31
8	Mr. Farook Kassim	105,521,227	4.06
9	Millennium Capital Investments (Pte) Ltd	72,946,123	2.80
10	Mr. Shafik Kassim	62,303,953	2.39
11	Mr. Osman Kassim jointly with Mrs. K. Kassim	60,547,195	2.33
12	Mr. Sattar Kassim	55,946,786	2.15
13	Hatton National Bank PLC/Almas Organisation(Pvt) Ltd	48,511,230	1.86
14	Mr. Nagi Saleh Mohammed Al Faqih	38,879,983	1.49
15	Mr. Sathiyamurthy Chandramohan	31,199,999	1.20
16	Hatton National Bank PLC/Carlines Holdings (Pvt) Ltd	24,523,356	0.94
17	Mr. Ahamed Mihilar Mohamed Fazal Jiffry	14,855,567	0.57
18	ABC International Limited	12,396,799	0.48
19	Mrs. Nabila Qureshi	8,900,042	0.34
20	Mr. Abdul Majeed Mohamedu Risvi	8,738,404	0.34
Sub total		2,343,411,003	90.08
Other Shareholders (Number of Shareholders 7,482)		258,035,152	9.92
Total		2,601,446,155	100.00

Percentage of Public Holding as at 31 March 2021

46.45%

Number of Shareholders

7,483

Float Adjusted Market Capitalisation

Rs. 3.99 Bn

Bank complies with the minimum public holding requirement under option 4 as specified by rule 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange