

INTERIM FINANCIAL STATEMENTS
For the three months ended 31 March 2014



Union Bank of Colombo PLC

INCOME STATEMENT

Period ended 31 March 2014

	BANK			GROUP		
	For the three months ended			For the three months ended		
	31.03.2014	31.03.2013	Change	31.03.2014	31.03.2013	Change
	Rs.000	Rs.000	%	Rs.000	Rs.000	%
Interest income	1,001,968	1,025,393	(2)	1,116,078	1,088,087	3
Less: Interest expenses	672,049	708,211	(5)	732,008	733,988	(0)
Net interest income	<u>329,919</u>	<u>317,183</u>	4	<u>384,070</u>	<u>354,099</u>	8
Fee and commission income	38,094	41,507	(8)	71,952	59,084	22
Less: Fee and commission expenses	10,160	8,667	17	14,663	9,305	58
Net fee and commission income	<u>27,934</u>	<u>32,840</u>	(15)	<u>57,289</u>	<u>49,779</u>	15
Net gain from trading	23,044	17,229	34	23,044	19,462	18
Other operating income (net)	72,275	61,436	18	100,588	62,089	62
Total operating income	<u>453,173</u>	<u>428,688</u>	6	<u>564,991</u>	<u>485,429</u>	16
Less: Impairment for Loans & Other losses						
Individual Impairment	9,129	(1,222)	847	9,400	(1,222)	870
Collective Impairment	61,689	12,186	406	66,068	17,916	269
Write Off	4,362	-		4,362	-	
Net operating income	<u>377,993</u>	<u>417,724</u>	(10)	<u>485,161</u>	<u>468,735</u>	4
Less: Personnel Expenses	152,328	122,162	25	185,472	147,959	25
Depreciation & Amortization	47,554	37,755	26	55,973	43,949	27
Other expenses	157,877	129,204	22	199,955	154,247	30
Operating profit/(loss) before value added tax (VAT) on Financial Services	<u>20,235</u>	<u>128,603</u>	(84)	<u>43,761</u>	<u>122,580</u>	(64)
Less: Value added tax (VAT) on financial services	14,455	23,852	(39)	17,670	23,852	(26)
Profit before tax	<u>5,781</u>	<u>104,750</u>	(94)	<u>26,091</u>	<u>98,727</u>	(74)
Less: Tax expenses	(3,877)	41,782	(109)	933	45,589	(98)
Crop Insurance Levy	(403)	-	100	(403)	-	100
NBT	2,409	-	100	2,409	-	100
Profit for the period	<u><u>7,652</u></u>	<u><u>62,968</u></u>	(88)	<u><u>23,152</u></u>	<u><u>53,138</u></u>	(56)
Profit Attributable to:						
Owners of the parent	7,652	62,968	(88)	18,645	57,788	(68)
Non controlling interests	-	-		4,507	(4,650)	(197)
	<u><u>7,652</u></u>	<u><u>62,968</u></u>	(88)	<u><u>23,152</u></u>	<u><u>53,138</u></u>	(56)
Earnings per share on profit	0.02	0.18	(88)	0.05	0.17	(68)

STATEMENT OF COMPREHENSIVE INCOME

Period ended 31 March 2014

	BANK			GROUP		
	For the three months ended			For the three months ended		
	31.03.2014	31.03.2013	Change	31.03.2014	31.03.2013	Change
	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%
Profit for the period	7,652	62,968	(88)	23,152	53,138	(56)
Other comprehensive income/(expenses)						
Gains and losses on re-measuring available-for-sale financial assets	(1,421)	2,406	(159)	426	6,961	(94)
Other comprehensive income for the period, net of taxes	(1,421)	2,406	(159)	426	6,961	(94)
Total comprehensive income for the period	<u>6,231</u>	<u>65,374</u>	(90)	<u>23,577</u>	<u>60,099</u>	(61)
Attributable to:						
Owners of the parent	6,231	65,374	(90)	18,166	62,517	(71)
Non-controlling interest	-	-		5,412	(2,418)	(324)
	<u>6,231</u>	<u>65,374</u>	(90)	<u>23,577</u>	<u>60,099</u>	(61)

STATEMENT OF FINANCIAL POSITION

As at 31 March 2014

	BANK			GROUP		
	31.03.2014	31.12.2013	Change	31.03.2014	31.12.2013	Change
	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%
Assets						
Cash and cash equivalents	3,288,697	3,043,408	8	3,575,123	3,183,541	12
Balances with Central Bank	1,191,236	1,117,871	7	1,191,236	1,117,871	7
Placements with Banks	152,740	314,545	(51)	1,682,930	1,809,800	(7)
Derivative Financial Instruments	587	1,458	100	587	1,458	100
Other financial assets held-for-trading	65,754	312,150	(79)	65,754	312,150	(79)
Loans and receivables to banks	-	-	0	15,020	15,020	0
Loans and receivables to other customers	25,441,853	23,461,925	8	27,397,688	25,365,783	8
Deep discounted bond	2,398,472	2,375,111	1	-	-	0
Financial investments – Available-for-sale	1,560,174	1,736,728	(10)	1,659,718	1,829,826	(9)
Financial investments – Held-to-maturity	137,867	139,556	(1)	137,867	139,556	(1)
Investments in subsidiaries	892,364	892,364	0	-	-	0
Property, plant and equipment	1,027,132	1,025,088	0	1,151,526	1,147,115	0
Investment in Real Estate	-	-	-	334,643	340,147	(2)
Goodwill and intangible assets	57,143	53,951	6	409,426	407,576	0
Income Tax Recoverable	102,565	94,515	100	102,565	94,515	100
Deferred tax assets	-	-	-	519,413	520,774	(0)
Other assets	438,122	442,293	(1)	708,218	539,623	31
Total assets	36,754,707	35,010,962	5	38,951,712	36,824,753	6
Liabilities						
Due to banks	912,808	163,448	458	921,138	192,429	379
Due to other customers	29,710,946	28,469,137	4	30,925,351	29,589,425	5
Other Borrowings	-	-	-	898,026	668,154	34
Current tax liabilities	-	-	0	166,115	163,604	2
Deferred tax liabilities	20,086	23,964	(16)	20,641	24,518	(16)
Other liabilities	647,350	897,127	(28)	803,146	992,903	(19)
Total liabilities	31,291,191	29,553,677	6	33,734,416	31,631,034	7
Equity						
Stated capital/Assigned capital	4,979,791	4,979,791	0	4,979,791	4,979,791	0
Statutory reserve fund	59,310	58,928	1	63,666	63,272	1
Retained earnings	210,477	203,208	4	(333,682)	(351,933)	(5)
Investment fund reserve	213,717	213,717	0	214,889	214,889	0
Available-for-sale-reserve	221	1,642	(87)	13,695	14,174	(3)
Total shareholders' equity	5,463,516	5,457,285	0	4,938,358	4,920,193	0
Non-controlling interests	-	-	-	278,938	273,526	0
Total equity	5,463,516	5,457,285	0	5,217,296	5,193,719	0
Total equity and liabilities	36,754,707	35,010,962	5	38,951,712	36,824,753	6
Contingent liabilities and commitments	19,707,868	20,811,865	(5)	19,707,868	20,811,865	(5)
Net Asset Value per Ordinary Share	15.64	15.63	0	14.14	14.09	0
Memorandum Information						
Number of Employees	730	691				
Number of Branches	53	51				

Union Bank of Colombo PLC
STATEMENT OF CHANGES IN EQUITY

Period ended 31 March 2014

BANK	Ordinary voting shares Rs.'000	Reserve Fund Rs.'000	Investment Fud Rs.'000	Retained Earnings Rs.'000	Available-for-sale reserve Rs.'000	Total Rs.'000
Balance as at 1 January 2013 (Restated)	4,979,791	53,299	146,322	286,452	(1,451)	5,464,414
Net Profit for the period	-	-	-	62,968	-	62,968
Transfers during the period	-	3,148	19,740	(22,888)	-	-
Other Comprehensive Income	-	-	-	-	2,406	2,406
Balance as at 31 March 2013	<u>4,979,791</u>	<u>56,447</u>	<u>166,062</u>	<u>326,532</u>	<u>956</u>	<u>5,529,788</u>
Balance as at 1 January 2014	4,979,791	58,928	213,717	203,208	1,642	5,457,285
Net Profit for the period	-	-	-	7,652	-	7,652
Transfers during the period	-	383	-	(383)	-	-
Other Comprehensive Income	-	-	-	-	(1,421)	(1,421)
Balance as at 31 March 2014	<u>4,979,791</u>	<u>59,310</u>	<u>213,717</u>	<u>210,477</u>	<u>221</u>	<u>5,463,516</u>

GROUP	Ordinary voting shares Rs.	Reserve Fund Rs.	Investment Fud Rs.	Retained Earnings Rs.	Available-for-sale reserve Rs.	Total Rs.	Non-controlling interest Rs.	Total equity Rs.
Balance as at 1 January 2013 (Restated)	4,979,791	53,299	147,494	(255,131)	10,601	4,936,053	274,257	5,210,310
Net Profit for the year	-	-	-	57,788	-	57,788	(4,650)	53,138
Transfers during the year	-	3,148	19,740	(22,888)	-	-	-	-
Other Comprehensive Income	-	-	-	-	4,729	4,729	2,232	6,961
Balance as at 31 March 2013	<u>4,979,791</u>	<u>56,447</u>	<u>167,234</u>	<u>(220,232)</u>	<u>15,330</u>	<u>4,998,571</u>	<u>271,840</u>	<u>5,270,409</u>
Balance as at 1 January 2014	4,979,791	63,272	214,889	(351,933)	14,174	4,920,193	273,526	5,193,719
Net Profit for the period	-	-	-	18,645	-	18,645	4,507	23,152
Transfers during the period	-	394	-	(394)	-	-	-	-
Other Comprehensive Income	-	-	-	-	(479)	(479)	905	426
Balance as at 31 March 2014	<u>4,979,791</u>	<u>63,666</u>	<u>214,889</u>	<u>(333,682)</u>	<u>13,695</u>	<u>4,938,359</u>	<u>278,939</u>	<u>5,217,297</u>

Certain amounts shown here do not correspondent to the Quarter 1 Financial Statements - 2013 and reflect adjustments made in accordance with the amended LKAS 19 (Employee Benefits)

Union Bank of Colombo PLC
STATEMENT OF CASH FLOWS
 Period ended 31 March 2014

	BANK		GROUP	
	2014 Rs.'000	2013 Rs.'000	2014 Rs.'000	2013 Rs.'000
Cash Flow from Operating Activities				
Interest Received	949,445	1,010,683	1,018,898	1,073,377
Fees and Commission Receipts	27,934	32,840	57,289	49,779
Interest Paid	(716,927)	(639,326)	(989,498)	(665,103)
Receipts from Other Operating Activities	94,827	76,580	123,139	79,465
Payments on Other Operating Activities	(326,396)	(283,558)	(404,834)	(340,128)
Operating Profit before changes in Operating Assets & Liabilities	28,883	197,219	(195,006)	197,390
(Increase)/Decrease in Operating Assets:				
Balance with Central Bank of Sri Lanka	(73,365)	89,948	(73,365)	89,948
Funds Advanced to Customers	(2,031,231)	(1,949,391)	(2,055,320)	(2,222,516)
Others	5,042	(103,134)	(167,724)	(133,368)
	<u>(2,099,553)</u>	<u>(1,962,577)</u>	<u>(2,296,409)</u>	<u>(2,265,936)</u>
Increase /(Decrease) in Operating Liabilities:				
Due to Other customers	1,286,721	1,592,356	1,823,321	1,312,371
Other Liabilities	(252,469)	163,639	(192,985)	148,289
	<u>1,034,252</u>	<u>1,755,995</u>	<u>1,630,336</u>	<u>1,460,659</u>
Net Cash used in Operating Activities before Income Tax	(1,036,418)	(9,363)	(861,079)	(607,886)
Retiring Gratuity paid	81	(107)	81	(107)
Income Tax (Paid) / Refunds	(7,661)	(20,832)	(7,661)	(20,832)
Net Cash used Operating Activities	(1,043,999)	(30,302)	(868,660)	(628,825)
Cash Flow from/(used in) Investing Activities				
Dividends Received	1,288	2,086	1,288	2,086
Net investment in Other Financial Assets held-for-trading	246,747	(208,681)	246,747	(206,691)
Net increase in investment in Financial Assets held-to-maturity	(17)	(16)	(17)	(16)
Net increase in investment in Financial Assets available-for-sale	185,462	80,608	180,233	125,078
Net investment in real estates	-	-	5,504	-
Purchase of Property & Equipment	(47,715)	(16,015)	(58,736)	(24,865)
Purchase of Intangible Assets	(4,839)	(4,049)	(3,498)	(777)
Net Cash from/(used in) Investing Activities	380,926	(146,068)	371,521	(105,184)
Cash Flow from/(used in) Financing Activities				
Increase/Decrease in Borrowings	677,490	(460,127)	685,819	(371,566)
	<u>677,490</u>	<u>(460,127)</u>	<u>685,819</u>	<u>(371,566)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	14,417	(636,497)	188,681	(1,105,576)
Cash and Cash Equivalents at Beginning of the year	3,308,143	2,934,848	3,419,295	3,234,785
Cash and Cash Equivalents at end of the year	3,322,559	2,298,350	3,607,975	2,129,209
Reconciliation of Cash and Cash Equivalents				
Cash & Cash Equivalents	3,289,739	1,192,402	3,574,432	1,254,353
Balances with Central Bank	-	-	-	-
Placements with Banks	152,738	1,105,949	153,461	874,856
Due to Banks	(119,918)	-	(119,918)	-
	<u>3,322,559</u>	<u>2,298,350</u>	<u>3,607,975</u>	<u>2,129,209</u>

Union Bank of Colombo PLC

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2014

	Bank		Group	
	31.03.2014 Rs.'000	#REF! Rs.'000	31.03.2014 Rs.'000	31.12.2013 Rs.'000
2 DUE TO OTHER CUSTOMERS				
Deposit Liability (Note 2.1)	28,949,621	28,339,687	30,164,026	29,462,271
Repurchased agreements	761,325	129,450	761,325	127,154
	<u>29,710,946</u>	<u>28,469,137</u>	<u>30,925,351</u>	<u>29,589,425</u>
2.1 Deposit Liability				
Demand deposits (Current accounts)	1,877,419	1,943,945	1,862,301	1,922,901
Savings deposits	3,669,663	3,493,917	3,666,321	3,492,166
Fixed deposits	20,052,123	19,570,531	21,284,989	20,715,909
Other deposits - CDs	3,350,416	3,331,295	3,350,416	3,331,295
	<u>28,949,621</u>	<u>28,339,687</u>	<u>30,164,026</u>	<u>29,462,271</u>

Union Bank of Colombo PLC

EXPLANATORY NOTES

Period ended 31 March 2014

- 1 The figures are provisional, unless otherwise stated as audited.
- 2 Interim financial statements are presented in accordance with LKAS 34 - Interim Financial Reporting applicable after 01 January 2012 and there are no changes to the accounting policies methods of computation as against those disclosed in the Annual Report for the year ended 31 December 2013.

The group financial statements comprise a consolidation of the financial statements of the bank and its subsidiary National Asset Management Limited & UB Finance Company Limited a the Special Purpose Entity, Serandib Capital (Private) Limited.

- 3 No material events have been taken place subsequent to the reporting period that require disclosures or/ and adjustment in the Financial Statements
- 4 The Final dividend of Rs.0.25 per share (in the form of cash) for the ordinary shares of the bank for the year ended December 31, 2013 was paid on 4 April 2014.

5 Information on Ordinary Shares

Market Value	31.03.2014	31.03.2013
Market value	Rs.18.70	Rs.17.00
Highest price for the quarter	Rs.20.80	Rs.17.20
Lowest price for the quarter	Rs.16.70	Rs.13.40

Union Bank of Colombo PLC

INFORMATION ON ORDINARY SHARES OF THE BANK

As at 31 March 2014

TOP 20 SHAREHOLDERS

Name of Shareholder	No. of shares As at 31.03.2014	% holding
1 Vista Knowledge (Pvt) Ltd.	64,677,973	18.5%
2 Sampath Bank PLC	26,347,027	7.5%
3 Associated Electrical Corporation Ltd.	26,101,489	7.5%
4 Select Gain Ltd.	23,369,409	6.7%
5 Mr.Alexis Indrajit Lovell	22,743,780	6.5%
6 Mr.C.P.A Wijeyesekera	18,508,468	5.3%
7 EXSAB International Holding Co. for Trading Development	15,000,000	4.3%
8 Mr.D.A.J Warunakulasuriya	14,842,730	4.2%
9 Rosewood (Pvt) Ltd.	9,493,698	2.7%
10 Mr.S.P.Khattar	9,337,124	2.7%
11 Ashyaki Holdings (Pvt) Ltd.	7,792,506	2.2%
12 Mr. I.S.Ong	7,550,000	2.2%
13 Commercial Agencies (Ceylon) Ltd.	4,320,888	1.2%
14 Ajita de Zoysa & Company Ltd.	4,320,887	1.2%
15 Seylan Bank PLC/ Malik Devapriya Samarawickrama	4,000,000	1.1%
16 MR. M. D. Samarawickrama	3,660,582	1.0%
17 Standard Chartered Bank Singapore S/A HL Bank Singapore Branch	3,655,900	1.0%
18 Mr. T.Nadesan	2,799,757	0.8%
19 HSBC Intl Nom Ltd. - UBS AG Singapore	2,623,451	0.8%
20 Commercial Bank of Ceylon PLC/ Capital Trust Holdings (Pvt) Ltd.	2,378,019	0.7%
	273,523,688	78.3%
Other share holders	75,726,312	21.7%
Total	349,250,000	100.0%

Percentage of public holding as at 31 March 2014

63.79%

DIRECTORS' HOLDING IN SHARES

Director's Name	No. of shares held As at 31.03.2014
Mr. Alexis Indrajit Lovell	22,743,780
Mr. Bodahandi Asoka Keerthi de Silva	8,900
H. R. H Prince Faisal Al Abdullah Al Faisal Al Saud	None
Mr. David Nigel Bartholomeusz (Alternate Director to H.R.H Prince Faisal Al Abdullah Al Faisal Al Saud)	90,000
Dr. Liyanamohottige Joseph Sri Harsha Cabral	None
Mr. Anil Suneetha Amarasuriya	63,552
Mr. Kin Leong Chong	None
Ms. Sow Lin Chiew (Alternate Director to Mr. Kin Leong Chong)	None
Mr. Priyantha Damian Joseph Fernando	None
Mr. Sunil Karunanayake	None
Mr. Hiran Arjuna Suren Madanayake	None
Mr. Mohamed Hisham Sabry Ghouse	None
Mr. Hussain Imtiaz Muhseen	None

Union Bank of Colombo PLC

NOTES TO THE FINANCIAL STATEMENTS

Period ended 31 March 2014

MEASUREMENT OF FINANCIAL INSTRUMENTS

a. Bank - 2014

	HFT	HTM	L & R	AFS	Others	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
ASSETS						
Cash and cash equivalents	2,237,939	-	1,050,758	-	-	3,288,697
Balances with Central Bank	-	-	1,191,236	-	-	1,191,236
Placements with Banks	-	-	152,740	-	-	152,740
Derivative Financial Instruments	587	-	-	-	-	587
Other financial assets held-for-trading	65,754	-	-	-	-	65,754
Loans and receivables to other customers	-	-	25,441,853	-	-	25,441,853
Deep Discounted Bond	-	-	2,398,472	-	-	2,398,472
Financial investments – Available-for-sale	-	-	-	1,560,174	-	1,560,174
Financial investments – Held-to-maturity	-	137,867	-	-	-	137,867
Total financial assets	2,304,280	137,867	30,235,060	1,560,174	-	34,237,381
LIABILITIES						
	HFT	Amortised cost	Others	Total		
	Rs.	Rs.	Rs.	Rs.		
Due to banks	-	912,808	-	912,808		
Due to other customers	-	29,710,946	-	29,710,946		
Total financial liabilities	-	30,623,754	-	30,623,754		

b. Bank - 2013

	HFT	HTM	L & R	AFS	Others	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
ASSETS						
Cash and cash equivalents	677,056	-	2,366,352	-	-	3,043,408
Balances with Central Bank	-	-	1,117,871	-	-	1,117,871
Placements with Banks	-	-	314,545	-	-	314,545
Derivative Financial Instruments	1,458	-	-	-	-	1,458
Other financial assets held-for-trading	312,150	-	-	-	-	312,150
Loans and receivables to other customers	-	-	23,461,925	-	-	23,461,925
Deep Discounted Bond	-	-	2,375,111	-	-	2,375,111
Financial investments – Available-for-sale	-	-	-	1,736,728	-	1,736,728
Financial investments – Held-to-maturity	-	139,556	-	-	-	139,556
Total financial assets	990,664	139,556	29,635,803	1,736,728	-	32,502,751
LIABILITIES						
	HFT	Amortised cost	Others	Total		
	Rs.	Rs.	Rs.	Rs.		
Due to banks	-	163,448	-	163,448		
Due to other customers	-	28,469,137	-	28,469,137		
Total financial liabilities	-	28,632,586	-	28,632,586		

Union Bank of Colombo PLC

NOTES TO THE FINANCIAL STATEMENTS

Period ended 31 March 2014

MEASUREMENT OF FINANCIAL INSTRUMENTS

a. Group - 2014

	HFT Rs.	HTM Rs.	L & R Rs.	AFS Rs.	Others Rs.	Total Rs.
ASSETS						
Cash and cash equivalents	2,237,939	-	1,337,184	-	-	3,575,123
Balances with Central Bank	-	-	1,191,236	-	-	1,191,236
Derivative Financial Instruments	587	-	-	-	-	587
Placements with Banks	-	-	1,682,930	-	-	1,682,930
Other financial assets held-for-trading	65,754	-	-	-	-	65,754
Loans and receivables to banks	-	-	15,020	-	-	15,020
Loans and receivables to other customers	-	-	27,397,688	-	-	27,397,688
Financial investments – Available-for-sale	-	-	-	1,659,718	-	1,659,718
Financial investments – Held-to-maturity	-	137,867	-	-	-	137,867
Total financial assets	2,304,280	137,867	31,624,058	1,659,718	-	35,725,922
LIABILITIES						
	HFT Rs.	Amortised cost Rs.	Others Rs.			Total Rs.
Due to banks	-	921,138	-			921,138
Due to other customers	-	30,925,351	-			30,925,351
Other Borrowings	-	898,026	-			898,026
Total financial liabilities	-	32,744,515	-			32,744,515

b. Group - 2013

	HFT Rs.	HTM Rs.	L & R Rs.	AFS Rs.	Others Rs.	Total Rs.
ASSETS						
Cash and cash equivalents	677,056	-	2,506,484	-	-	3,183,541
Balances with Central Bank	-	-	1,117,871	-	-	1,117,871
Derivative Financial Instruments	1,458	-	-	-	-	1,458
Placements with Banks	-	-	1,809,800	-	-	1,809,800
Other financial assets held-for-trading	312,150	-	-	-	-	312,150
Loans and receivables to banks	-	-	15,020	-	-	15,020
Loans and receivables to other customers	-	-	25,365,783	-	-	25,365,783
Financial investments – Available-for-sale	-	-	-	1,829,826	-	1,829,826
Financial investments – Held-to-maturity	-	139,556	-	-	-	139,556
Total financial assets	990,664	139,556	30,814,958	1,829,826	-	33,775,004
LIABILITIES						
	HFT Rs.	Amortised cost Rs.	Others Rs.			Total Rs.
Due to banks	-	192,429	-			192,429
Due to other customers	-	29,589,425	-			29,589,425
Other Borrowings	-	668,154	-			668,154
Total financial liabilities	-	30,450,008	-			30,450,008

Union Bank of Colombo PLC

SELECTED PERFORMANCE INDICATORS

As at 31 March 2014

Item	Bank	
	31-Mar-14	31-Dec-13 (Audited)
Regulatory Capital Adequacy		
Core Capital (Tier 1 Capital), Rs. '000	5,107,594	5,111,078
Total Capital Base, Rs. '000	4,816,688	4,820,464
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	17.66%	17.91%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	16.65%	16.89%
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio, % (net of interest in suspense)	9.28%	8.24%
Net-Non Performing Advances, % (net of interest in suspense and provision)	8.80%	7.80%
Profitability		
Interest Margin, %	3.68%	3.51%
Return on Assets (before Tax), %	0.06%	0.32%
Return on Equity, %	0.56%	2.07%
Regulatory Liquidity		
Statutory Liquid Assets, Rs. '000		
Domestic Banking Unit	6,152,112	6,282,885
Off-Shore Banking Unit	294,523	276,197
Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)		
Domestic Banking Unit	20.72%	22.01%
Foreign Currency Banking Unit	21.22%	23.09%

CERTIFICATION:

We, the undersigned, being the Chairman, Chief Executive officer, Chief Financial Officer and AVP Finance of Union Bank of Colombo PLC certify jointly that:

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka
- the information contained in these statements have been extracted from the unaudited financial statements of the Bank and the Group unless indicated as audited

Kusal Perera
AVP Finance

Malinda Samaratinga
Chief Financial Officer

Anil Amarasuriya
Chief Executive Officer

Alexis Indrajit Lovell
Chairman

Date: DD/MM/YY