



Hatton National Bank PLC

Interim Financial Statements

For the Six Months ended 30th June 2013

INCOME STATEMENT

	BANK						GROUP					
	For the 6 months ended 30th June			For the quarter ended 30th June			For the 6 months ended 30th June			For the quarter ended 30th June		
	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)
Income	30,209,734	24,036,728	26	15,586,951	12,565,120	24	32,416,811	25,801,866	26	16,733,088	13,433,285	25
Interest income	28,217,008	21,505,527	31	14,534,432	11,470,208	27	28,639,936	21,757,652	32	14,760,080	11,606,797	27
Interest expenses	15,699,540	11,211,554	40	8,115,125	6,024,135	35	15,768,845	11,257,304	40	8,149,751	6,043,983	35
Net interest income	12,517,468	10,293,973	22	6,419,307	5,446,073	18	12,871,091	10,500,348	23	6,610,329	5,562,814	19
Fee and commission income	2,043,759	1,854,998	10	1,005,529	921,456	9	2,206,174	1,989,794	11	1,117,603	1,003,228	11
Fee and commission expenses	41,161	24,382	69	20,696	14,378	44	279,492	237,525	18	148,223	131,228	13
Net fee and commission income	2,002,598	1,830,616	9	984,833	907,078	9	1,926,682	1,752,269	10	969,380	872,000	11
Net interest, fee and commission income	14,520,066	12,124,589	20	7,404,140	6,353,151	17	14,797,773	12,252,617	21	7,579,709	6,434,814	18
Net gain/(loss) from trading	(1,015,130)	644,449	(258)	7,069	(160,658)	104	(980,985)	596,672	(264)	31,706	(174,081)	118
Net gain/(loss) from financial instruments designated at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
Net gain/(loss) from financial investments	279,923	197,306	42	186,090	120,150	55	212,541	151,663	40	187,798	121,422	55
Other operating income (net)	684,174	(165,552)	513	(146,169)	213,964	(168)	2,339,145	1,306,085	79	635,901	875,919	(27)
Total operating income	14,469,033	12,800,792	13	7,451,130	6,526,607	14	16,368,474	14,307,037	14	8,435,114	7,258,074	16
Impairment for loans and other losses												
Individual impairment	299,568	301,196	(1)	165,971	117,187	42	299,568	301,196	(1)	165,971	117,187	42
Collective impairment	2,382,060	833,865	186	1,520,697	441,090	245	2,382,060	833,865	186	1,520,697	441,090	245
Others	(21,657)	(65,248)	(67)	(45,802)	(77,470)	(41)	(21,657)	(65,248)	(67)	(45,802)	(77,470)	(41)
Net operating income	11,809,062	11,730,979	1	5,810,264	6,045,800	(4)	13,708,503	13,237,224	4	6,794,248	6,777,267	-
Operating expenses												
Personnel expenses	2,272,858	3,478,679	(35)	307,445	1,714,942	(82)	2,576,312	3,762,879	(32)	468,084	1,853,565	(75)
Depreciation and amortisation	526,849	483,058	9	268,525	242,515	11	627,412	573,835	9	318,885	286,079	11
Other expenses	3,437,642	3,009,929	14	1,778,263	1,534,663	16	4,647,280	3,873,027	20	2,382,378	1,911,680	25
	6,237,349	6,971,666	(11)	2,354,233	3,492,120	(33)	7,851,004	8,209,741	(4)	3,169,347	4,051,324	(22)
Operating profit/(loss) before value added tax (VAT)	5,571,713	4,759,313	17	3,456,031	2,553,680	35	5,857,499	5,027,483	17	3,624,901	2,725,943	33
Value added tax (VAT) on financial services	875,334	689,642	27	449,602	306,318	47	875,334	689,642	27	449,602	306,318	47
Operating profit/(loss) after value added tax (VAT)	4,696,379	4,069,671	15	3,006,429	2,247,362	34	4,982,165	4,337,841	15	3,175,299	2,419,625	31
Share of profit/(loss) of associates	-	-	-	-	-	-	55,198	(2,233)	2,572	48,994	4,276	1,046
Profit/(loss) before tax	4,696,379	4,069,671	15	3,006,429	2,247,362	34	5,037,363	4,335,608	16	3,224,293	2,423,901	33
Tax expenses	1,554,462	1,269,874	22	1,022,466	681,810	50	1,584,877	1,295,361	22	1,045,873	704,382	48
Profit/(loss) for the period	3,141,917	2,799,797	12	1,983,963	1,565,552	27	3,452,486	3,040,247	14	2,178,420	1,719,519	27
Profit attributable to:												
Owners of the parent	3,141,917	2,799,797	12	1,983,963	1,565,552	27	3,411,932	2,976,109	15	2,149,741	1,698,136	27
Non-controlling interests	-	-	-	-	-	-	40,554	64,138	(37)	28,679	21,383	34
Profit/(loss) for the period	3,141,917	2,799,797	12	1,983,963	1,565,552	27	3,452,486	3,040,247	14	2,178,420	1,719,519	27
Earnings per share on profit												
Basic earnings per ordinary share (Rs.)	7.90	7.06	12	4.98	3.95	26	8.58	7.80	10	5.40	4.45	21
Diluted earnings per ordinary share (Rs.)	7.87	7.04	12	4.96	3.93	26	8.54	7.77	10	5.38	4.43	21

STATEMENT OF COMPREHENSIVE INCOME

	BANK						GROUP					
	For the 6 months ended 30th June			For the quarter ended 30th June			For the 6 months ended 30th June			For the quarter ended 30th June		
	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)	2013 Rs. 000	2012 Rs. 000	% Increase/ (Decrease)
Profit/(loss) for the period	3,141,917	2,799,797	12	1,983,963	1,565,552	27	3,452,486	3,040,247	14	2,178,420	1,719,519	27
Other comprehensive income, net of tax												
Gains and losses arising from translating the financial statements of foreign operations	-	-	-	-	-	-	1,764	23,465	(92)	2,265	1,241	83
Gains and losses on re-measuring available - for - sale financial assets	1,039,606	(341,836)	404	253,187	(179,662)	241	1,042,035	(343,180)	404	253,064	(181,141)	240
Transfer to life policy holder reserve fund	-	-	-	-	-	-	8,344	(7,892)	206	499	(4,364)	111
Net amount transferred to profit or loss - AFS financial assets	-	75,402	(100)	-	-	-	-	75,402	(100)	-	-	-
Other comprehensive income for the period, net of taxes	1,039,606	(266,434)	490	253,187	(179,662)	241	1,052,143	(252,205)	517	255,828	(184,264)	239
Total comprehensive income for the period	4,181,523	2,533,363	65	2,237,150	1,385,890	61	4,504,629	2,788,042	62	2,434,248	1,535,255	59
Total comprehensive income attributable to:												
Owners of the parent	4,181,523	2,533,363	65	2,237,150	1,385,890	61	4,462,297	2,712,420	65	2,404,213	1,511,220	59
Non-controlling interests	-	-	-	-	-	-	42,332	75,622	(44)	30,035	24,035	25
Total comprehensive income for the period	4,181,523	2,533,363	65	2,237,150	1,385,890	61	4,504,629	2,788,042	62	2,434,248	1,535,255	59

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at	30th June 2013 Rs. 000	BANK 31st Dec 2012 Rs. 000 (Audited)	% Increase/ (Decrease)	30th June 2013 Rs. 000	GROUP 31st Dec 2012 Rs. 000 (Audited)	% Increase/ (Decrease)
Assets						
Cash and cash equivalents	8,104,586	8,769,206	(8)	8,706,778	8,848,746	(2)
Balances with central banks	20,201,892	19,933,463	1	20,201,892	19,950,040	1
Placements with banks	3,365,065	10,321,832	(67)	4,428,693	11,667,417	(62)
Derivative financial instruments	198,041	344,552	(43)	198,041	344,552	(43)
Other financial assets held-for-trading	2,601,200	474,083	449	3,936,538	1,078,124	265
Assets classified as held for sale	-	-	-	83,694	2,875	2,811
Financial assets designated at fair value through profit or loss	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-
Loans and receivables to other customers	324,714,916	302,760,980	7	325,555,617	303,922,092	7
Financial investments – Available-for-sale	71,513,044	57,869,546	24	72,780,330	58,929,296	24
Financial investments – Held-to-maturity	-	-	-	1,359,349	1,643,852	(17)
Financial investments – Loans and Receivables	26,077,891	20,030,669	30	27,363,528	20,904,172	31
Investments in subsidiaries	2,357,285	2,357,285	-	-	-	-
Investments in associates and joint ventures	655,000	655,000	-	562,645	386,172	46
Property, plant and equipment	9,564,134	9,417,915	2	17,877,546	17,815,411	-
Investment properties	349,207	349,708	-	163,257	164,598	(1)
Goodwill and intangible assets	710,597	556,171	28	844,442	689,501	22
Deferred tax assets	174,651	369,726	(53)	176,213	372,193	(53)
Other assets	10,984,134	12,092,197	(9)	11,759,115	12,679,956	(7)
Total assets	481,571,643	446,302,333	8	495,997,678	459,398,997	8
Liabilities						
Due to banks	41,488,592	30,400,980	36	41,589,069	30,400,980	37
Derivative financial instruments	947,121	1,436,443	(34)	947,121	1,436,443	(34)
Other financial liabilities held-for-trading	-	-	-	-	-	-
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-
Liabilities classified as held for sale	-	-	-	34,101	-	-
Due to other customers	351,534,717	341,423,986	3	351,175,982	340,847,606	3
Other borrowings	15,664,624	4,950,535	216	17,377,231	6,747,144	158
Debt securities issued	-	-	-	150,000	150,000	-
Insurance provision -Life	-	-	-	2,066,006	1,839,714	12
Insurance provision -General	-	-	-	4,102,627	3,626,239	13
Current tax liabilities	1,950,765	1,755,429	11	988,380	969,441	2
Deferred tax liabilities	1,526,736	1,478,341	3	1,600,203	1,556,312	3
Other provisions	3,847,449	4,240,493	(9)	3,901,194	4,400,098	(11)
Other liabilities	7,820,192	9,554,819	(18)	8,634,203	10,268,110	(16)
Due to subsidiaries	-	-	-	-	-	-
Subordinated term debts	8,533,801	4,585,568	86	8,463,607	4,563,011	85
Total liabilities	433,313,997	399,826,594	8	441,029,724	406,805,098	8

STATEMENT OF FINANCIAL POSITION

As at	30th June 2013 Rs. 000	BANK 31st Dec 2012 Rs. 000 (Audited)	% Increase/ (Decrease)	30th June 2013 Rs. 000	GROUP 31st Dec 2012 Rs. 000 (Audited)	% Increase/ (Decrease)
Equity						
Stated capital	12,719,905	12,579,479	1	12,719,905	12,579,479	1
Statutory reserves	5,364,546	4,530,562	18	5,364,546	4,530,562	18
Retained earnings	3,751,067	4,225,948	(11)	5,099,326	5,321,845	(4)
Other reserves	26,422,128	25,139,750	5	30,796,650	29,192,575	5
Total shareholders' equity	48,257,646	46,475,739	4	53,980,427	51,624,461	5
Non-controlling interests	-	-	-	987,527	969,438	2
Total equity	48,257,646	46,475,739	4	54,967,954	52,593,899	5
Total equity and liabilities	481,571,643	446,302,333	8	495,997,678	459,398,997	8
Contingent liabilities and commitments	196,888,275	164,367,012	20	196,888,275	164,367,012	20
Net Assets Value per Share (Rs.)	121.08	116.99	3	135.44	129.96	4
Memorandum Information						
Number of Employees	4,679	4,679				
Number of Branches	250	247				

CERTIFICATION

I certify that the above financial statements are in compliance with the requirements of the Companies Act No. 7 of 2007 and give a true and fair view of the state of affairs of Hatton National Bank PLC and the Group as at 30th June 2013 and its profit for the 6 months ended 30th June 2013.

(Sgd.)

Ashok Goonesekere

Chief Accountant

12th August 2013

We the undersigned, being the Managing Director / Chief Executive Officer and the Senior Director of Hatton National Bank PLC certify jointly that :

- the above statements have been prepared in compliance with the formats and definitions prescribed by the Central Bank of Sri Lanka and Rule 7.4 of Colombo Stock Exchange.
- the information contained in these statements have been extracted from the unaudited financial statements of the Bank, its Joint Venture and Subsidiary Companies unless indicated as audited.

(Sgd.)

Jonathan Alles

Managing Director / Chief Executive Officer

12th August 2013

(Sgd.)

Rose Cooray

Senior Director

12th August 2013

STATEMENT OF CHANGES IN EQUITY - BANK

	Stated Capital				Reserves				Retained Earnings	Total
	Ordinary	Ordinary	Statutory	Investment*	Available	Capital	General	ESOP		
	Voting	Non-voting	Reserve Fund	Fund	for sale	Reserve	Reserve	Reserve		
	Shares	Shares			Reserve					
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
For the 6 months ended 30th June 2013										
Balance as at 31/12/2012	10,049,259	2,530,220	2,230,000	2,300,562	2,693,821	4,469,414	17,800,000	176,515	4,225,948	46,475,739
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	-	-	3,141,917	3,141,917
Other Comprehensive Income for the period (net of tax)	-	-	-	-	1,039,606	-	-	-	-	1,039,606
Total comprehensive income for the period	-	-	-	-	1,039,606	-	-	-	3,141,917	4,181,523
Transactions with equity holders, recognised directly in equity										
Issue of shares under ESOP	114,350	26,076	-	-	-	-	-	-	-	140,426
Dividends to equity holders - Final 2012	-	-	-	-	-	-	-	-	(2,782,814)	(2,782,814)
Deferred Tax Liability for Revaluation Reserve	-	-	-	-	-	3,071	-	-	-	3,071
ESOP allocation - 2013	-	-	-	-	-	-	-	239,701	-	239,701
Transfer to Investment Fund	-	-	-	833,984	-	-	-	-	(833,984)	-
Total transactions with equity holders	114,350	26,076	-	833,984	-	3,071	-	239,701	(3,616,798)	(2,399,616)
Balance as at 30/06/2013	10,163,608	2,556,295	2,230,000	3,134,546	3,733,427	4,472,485	17,800,000	416,216	3,751,067	48,257,646
For the 6 months ended 30th June 2012										
Balance as at 31/12/2011	9,143,326	2,308,125	1,800,000	978,337	2,334,403	3,009,986	15,400,000	-	3,009,553	37,983,730
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	-	-	2,799,797	2,799,797
Other Comprehensive Income for the period (net of tax)	-	-	-	-	(266,434)	-	-	-	-	(266,434)
Total comprehensive income for the period	-	-	-	-	(266,434)	-	-	-	2,799,797	2,533,363
Transactions with equity holders, recognised directly in equity										
Issue of shares under ESOP	18,320	3,456	-	-	-	-	-	-	-	21,776
Dividends to equity holders - Final 2011 - Scrip	840,958	208,471	-	-	-	-	-	-	(1,166,032)	(116,603)
Dividends to equity holders - Final 2011 - Cash	-	-	-	-	-	-	-	-	(1,166,032)	(1,282,635)
Deferred Tax Liability for Revaluation Reserve	-	-	-	-	-	1,082	-	-	-	1,082
ESOP allocation - 2012	-	-	-	-	-	-	-	176,515	-	176,515
Transfer to Investment Fund	-	-	-	647,975	-	-	-	-	(647,975)	-
Total transactions with equity holders	859,278	211,927	-	647,975	-	1,082	-	176,515	(2,980,039)	(1,083,262)
Balance as at 30/06/2012	10,002,604	2,520,052	1,800,000	1,626,312	2,067,969	3,011,068	15,400,000	176,515	2,829,311	39,433,831

* Tax Saving on the reduction of Financial VAT and Income Tax rate transferred to the Investment Fund as per the guidelines issued by the Department of Inland Revenue and the Central Bank of Sri Lanka.

STATEMENT OF CHANGES IN EQUITY - GROUP

	Stated Capital			Reserves										Non Controlling Interest	Total
	Ordinary Voting Shares	Ordinary Non-Voting Shares	Statutory Reserve Fund	Investment* Fund	Treasury Shares	Available for Sale Reserve	Capital Reserve	General Reserve	Exchange Equalisation Reserve	Life Policy Holder Reserve	Esop Reserve	Retained Earnings			
	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000			
For the 6 months ended 30th June 2013															
Balance as at 31/12/2012	10,049,259	2,530,220	2,230,000	2,300,562	(310,938)	2,724,492	8,795,153	17,800,000	8,544	(1,191)	176,515	5,321,845	969,438	52,593,899	
Total comprehensive income for the period															
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	3,411,932	40,554	3,452,486	
Other Comprehensive Income for the period (net of tax)	-	-	-	-	-	1,041,315	-	-	706	8,344	-	-	1,778	1,052,143	
Total comprehensive income for the period	-	-	-	-	-	1,041,315	-	-	706	8,344	-	3,411,932	42,332	4,504,629	
Transactions with equity holders, recognised directly in equity															
Issue of shares under ESOP	114,350	26,076	-	-	-	-	-	-	-	-	-	-	-	140,426	
Effect of non consolidation of special purpose entity	-	-	-	-	310,938	-	-	-	-	-	-	(41,931)	-	269,007	
Final Dividend - 2012	-	-	-	-	-	-	-	-	-	-	-	(2,782,814)	(57,000)	(2,839,814)	
ESOP allocation - 2013	-	-	-	-	-	-	-	-	-	-	239,701	-	-	239,701	
Deferred Tax Liability for Revaluation Reserve	-	-	-	-	-	-	3,071	-	-	-	-	-	-	3,071	
Deemed disposal gain in Joint Venture Group	-	-	-	-	-	-	-	-	-	-	-	24,278	32,757	57,035	
Transfer to Investment Fund	-	-	-	833,984	-	-	-	-	-	-	-	(833,984)	-	-	
Total transactions with equity holders	114,350	26,076	-	833,984	310,938	-	3,071	-	-	-	239,701	(3,634,451)	(24,243)	(2,130,574)	
Balance as at 30/06/2013	10,163,609	2,556,296	2,230,000	3,134,546	-	3,765,807	8,798,224	17,800,000	9,250	7,153	416,216	5,099,326	987,527	54,967,954	
For the 6 months ended 30th June 2012															
Balance as at 31/12/2011	9,143,326	2,308,125	1,800,000	978,337	(310,938)	2,364,802	6,403,549	15,400,000	5,733	(22,526)	-	3,504,132	782,225	42,356,765	
Total comprehensive income for the period															
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	2,976,109	64,138	3,040,247	
Other Comprehensive Income for the period (net of tax)	-	-	-	-	-	(266,942)	-	-	11,145	(7,892)	-	-	11,484	(252,205)	
Total comprehensive income for the period	-	-	-	-	-	(266,942)	-	-	11,145	(7,892)	-	2,976,109	75,622	2,788,042	
Transactions with equity holders, recognised directly in equity															
Issue of shares under ESOP	18,320	3,456	-	-	-	-	-	-	-	-	-	-	-	21,776	
Dividends to equity holders - Final 2011 - Scrip	840,958	208,471	-	-	-	-	-	-	-	-	-	(1,166,032)	-	(116,603)	
Dividends to equity holders - Final 2011 Cash	-	-	-	-	-	-	-	-	-	-	-	(1,120,823)	(42,000)	(1,162,823)	
Deferred Tax Liability for Revaluation Reserve	-	-	-	-	-	-	1,082	-	-	-	-	-	-	1,082	
ESOP allocation - 2012	-	-	-	-	-	-	-	-	-	-	176,515	-	-	176,515	
Subsidiary write off	-	-	-	-	-	-	-	-	3,665	-	-	(3,665)	-	-	
Transfer to Investment Fund	-	-	-	647,975	-	-	-	-	-	-	-	(647,975)	-	-	
Deemed Disposal Gain in Joint Venture Group	-	-	-	-	-	-	-	-	-	-	-	67,816	57,299	125,115	
Total transactions with equity holders	859,278	211,927	-	647,975	-	-	1,082	-	3,665	-	176,515	(2,870,679)	15,299	(954,938)	
Balance as at 30/06/2012	10,002,604	2,520,052	1,800,000	1,626,312	(310,938)	2,097,860	6,404,631	15,400,000	20,543	(30,418)	176,515	3,609,562	873,146	44,189,869	

* Tax Saving on the reduction of Financial VAT and Income Tax rate transferred to the Investment Fund as per the guidelines issued by the Department of Inland Revenue and the Central Bank of Sri Lanka.

CASH FLOW STATEMENT				
	BANK		GROUP	
For the period ended 30th June	2013 Rs.000	2012 Rs.000	2013 Rs.000	2012 Rs.000
Cash Flows from Operating Activities				
Interest & Commission Receipts	24,465,982	20,740,399	24,601,403	21,012,981
Interest Payments	(15,646,931)	(10,486,336)	(15,716,875)	(10,542,776)
Receipts from other Operating Activities	885,617	991,728	2,454,190	2,361,820
Cash Payments to Employees	(3,625,639)	(3,119,950)	(3,948,998)	(3,432,911)
Recoveries from loans written off in previous years	4,704	3,414	4,704	3,414
Cash Payments to Suppliers and Other Operating Activities	(4,524,055)	(3,694,658)	(5,238,584)	(4,304,407)
Net cash effect on assets classified as held for sale	-	-	(63,966)	-
Operating Profit before Changes in Operating Assets & Liabilities	1,559,678	4,434,597	2,091,874	5,098,121
(Increase)/ Decrease in Operating assets				
Deposits held for Regulatory or Monetary Control Purpose	(268,429)	(937,240)	(268,429)	(937,240)
Loans and advances	(22,739,895)	(28,787,747)	(22,127,877)	(28,493,179)
Other Short Term assets	1,490,360	(566,510)	1,239,091	(787,854)
	(21,517,964)	(30,291,497)	(21,157,215)	(30,218,273)
Increase / (Decrease) in Operating Liabilities				
Deposits from Customers	9,532,111	26,086,822	9,749,756	26,000,365
Other Liabilities	(931,575)	(727,864)	(800,505)	(553,626)
	8,600,536	25,358,958	8,949,251	25,446,739
Net Cash Generated from / (used in) Operating Activities before Income Tax	(11,357,750)	(497,942)	(10,116,090)	326,587
Income Taxes Paid	(759,273)	(499,603)	(758,732)	(505,871)
Net Cash used in Operating Activities	(12,117,023)	(997,545)	(10,874,822)	(179,284)
Cash Flows from Investing Activities				
Dividend Income	144,276	109,296	89,442	71,914
Net Proceeds from Sale, Maturity and Purchase of Financial Investments	(17,373,746)	(4,329,598)	(18,171,033)	(4,399,449)
Purchase of Property, Plant & Equipment	(566,269)	(395,540)	(587,849)	(405,139)
Purchase of Intangible Assets	(259,503)	(29,040)	(259,503)	(30,867)
Improvements to Investment Properties	(2,204)	-	(279)	-
Investment in Associate Company	-	-	(121,275)	(20,000)
Proceeds from Deemed disposal of shares in subsidiary company	-	-	57,035	125,000
Proceeds from Sale of Property Plant & Equipment	7,834	20,544	8,134	20,897
Net Cash Flows used in Investing Activities	(18,049,612)	(4,624,338)	(18,985,328)	(4,637,644)
Cash Flows from Financing Activities				
Increase/ (Decrease) in Debentures	3,660,296	(262,500)	3,613,703	(250,000)
Increase in Borrowings / Term Loans	21,418,741	8,942,898	21,456,544	8,381,402
Dividends Paid	(2,674,215)	(1,296,517)	(2,731,215)	(1,294,696)
Proceeds from issue of shares under ESOP	140,426	21,776	140,426	21,776
Share issue expenses	-	(5,591)	-	(8,074)
Net Cash Generated from Financing Activities	22,545,248	7,400,066	22,479,458	6,850,408
Net Increase/ (Decrease) in Cash and Cash Equivalents	(7,621,387)	1,778,183	(7,380,692)	2,033,481
Cash and Cash Equivalents at the Beginning of the period	19,091,038	14,762,918	20,516,163	15,820,223
Cash and Cash Equivalents at the End of the period	11,469,651	16,541,101	13,135,471	17,853,704

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

BANK

As at 30.06.2013

	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
ASSETS							
Cash and cash equivalents	-	-	-	8,104,586	-	-	8,104,586
Balances with central banks	-	-	-	20,201,892	-	-	20,201,892
Placements with banks	-	-	-	3,365,065	-	-	3,365,065
Derivative financial instruments	198,041	-	-	-	-	-	198,041
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	-	324,714,916	-	-	324,714,916
Financial investments	2,601,200	-	-	26,077,891	71,513,044	-	100,192,135
Total financial assets	2,799,241	-	-	382,464,350	71,513,044	-	456,776,634

	HFT	Designated at fair value	Amortised cost	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
LIABILITIES					
Due to banks	-	-	41,488,592	-	41,488,592
Derivative financial instruments	947,121	-	-	-	947,121
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	351,534,717	-	351,534,717
Other borrowings	-	-	15,664,624	-	15,664,624
Debt securities issued	-	-	-	-	-
Total financial liabilities	947,121	-	408,687,933	-	409,635,054

BANK

As at 31.12.2012

	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
ASSETS							
Cash and cash equivalents	-	-	-	8,769,206	-	-	8,769,206
Balances with central banks	-	-	-	19,933,463	-	-	19,933,463
Placements with banks	-	-	-	10,321,832	-	-	10,321,832
Derivative financial instruments	344,552	-	-	-	-	-	344,552
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	-	302,760,980	-	-	302,760,980
Financial investments	474,083	-	-	20,030,669	57,869,546	-	78,374,298
Total financial assets	818,635	-	-	361,816,150	57,869,546	-	420,504,331

	HFT	Designated at fair value	Amortised cost	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
LIABILITIES					
Due to banks	-	-	30,400,980	-	30,400,980
Derivative financial instruments	1,436,443	-	-	-	1,436,443
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	341,423,986	-	341,423,986
Other borrowings	-	-	4,950,535	-	4,950,535
Debt securities issued	-	-	-	-	-
Total financial liabilities	1,436,443	-	376,775,501	-	378,211,944

ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

GROUP

As at 30.06.2013

	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
ASSETS							
Cash and cash equivalents	-	-	-	8,706,778	-	-	8,706,778
Balances with central banks	-	-	-	20,201,892	-	-	20,201,892
Placements with banks	-	-	-	4,428,693	-	-	4,428,693
Derivative financial instruments	198,041	-	-	-	-	-	198,041
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	-	325,555,617	-	-	325,555,617
Financial investments	3,936,538	-	1,359,349	27,363,528	72,780,330	-	105,439,745
Total financial assets	4,134,579	-	1,359,349	386,256,508	72,780,330	-	464,530,766

	HFT	Designated at fair value	Amortised cost	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
LIABILITIES					
Due to banks	-	-	41,589,069	-	41,589,069
Derivative financial instruments	947,121	-	-	-	947,121
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	351,175,982	-	351,175,982
Other borrowings	-	-	17,377,231	-	17,377,231
Debt securities issued	-	-	150,000	-	150,000
Total financial liabilities	947,121	-	410,292,282	-	411,239,403

GROUP

As at 31.12.2012

	HFT	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
ASSETS							
Cash and cash equivalents	-	-	-	8,848,746	-	-	8,848,746
Balances with central banks	-	-	-	19,950,040	-	-	19,950,040
Placements with banks	-	-	-	11,667,417	-	-	11,667,417
Derivative financial instruments	344,552	-	-	-	-	-	344,552
Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-
Loans and receivables to banks	-	-	-	-	-	-	-
Loans and receivables to other customers	-	-	-	303,922,092	-	-	303,922,092
Financial investments	1,078,124	-	1,643,852	20,904,172	58,929,296	-	82,555,444
Total financial assets	1,422,676	-	1,643,852	365,292,467	58,929,296	-	427,288,291

	HFT	Designated at fair value	Amortised cost	Hedging	Total
	Rs.000	Rs.000	Rs.000	Rs.000	Rs.000
LIABILITIES					
Due to banks	-	-	30,400,980	-	30,400,980
Derivative financial instruments	1,436,443	-	-	-	1,436,443
Other financial liabilities at fair value through profit or loss	-	-	-	-	-
Due to other customers	-	-	340,847,606	-	340,847,606
Other borrowings	-	-	6,747,144	-	6,747,144
Debt securities issued	-	-	150,000	-	150,000
Total financial liabilities	1,436,443	-	378,145,730	-	379,582,173

SEGMENT REPORTING

	Banking		Leasing		Dealing*		Property		Insurance		Elimination / unallocated		Consolidated	
Period ended 30th June	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000
Total revenue from														
external customers	28,240,626	22,082,645	1,862,028	1,822,466	229,063	228,174	68,182	76,526	2,004,557	1,629,215	12,355	(37,160)	32,416,811	25,801,866
Inter segment revenue	107,080	131,617	-	-	-	4,886	323,614	330,171	24,490	41,614	-	-	455,184	508,288
Total revenue	28,347,706	22,214,262	1,862,028	1,822,466	229,063	233,060	391,796	406,697	2,029,047	1,670,829	12,354	(37,161)	32,871,995	26,310,154
Segment result	3,941,747	3,324,568	1,281,481	1,228,159	21,495	57,220	226,617	208,335	152,586	137,703	(14,349)	(44,309)	5,609,577	4,911,676
Unallocated expenses	-	-	-	-	-	-	-	-	-	-	-	-	(627,412)	(573,835)
Profit from operations	-	-	-	-	-	-	-	-	-	-	-	-	4,982,165	4,337,841
Profit/(loss) from associates	-	-	-	-	-	-	-	-	-	-	-	-	55,198	(2,233)
Taxes	-	-	-	-	-	-	-	-	-	-	-	-	(1,584,877)	(1,295,361)
Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-	(40,554)	(64,138)
Profit attributable to the owners of the parent	-	-	-	-	-	-	-	-	-	-	-	-	3,411,932	2,976,109
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	-	3,452,486	3,040,247
Other comprehensive Income,Net of tax	1,039,606	(266,434)	-	-	629	744	-	-	1,800	(2,087)	10,108	15,572	1,052,143	(252,205)
Total Comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	4,504,629	2,788,042
Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	-	(42,332)	(75,622)
Total Comprehensive Income														
attributable to owners of the parent	-	-	-	-	-	-	-	-	-	-	-	-	4,462,297	2,712,420
Total assets	458,121,954	391,610,686	23,449,689	25,995,531	3,719,172	3,257,085	7,814,478	7,402,038	7,562,642	6,454,003	(4,670,257)	(6,259,020)	495,997,678	428,460,323
Total liabilities	409,864,308	352,176,854	23,449,689	25,995,531	2,313,396	1,964,384	1,542,910	2,240,217	5,718,115	4,890,547	(1,858,694)	(2,997,077)	441,029,724	384,270,456
Cash flow from operating activities	(13,428,784)	697,472	1,311,761	(1,695,017)	29,460	40,781	279,627	335,516	194,405	268,264	738,709	173,700	(10,874,822)	(179,284)
Cash flow from Investing activities	(18,049,612)	(4,624,338)	-	-	(553,927)	12,216	(1,348)	(2,252)	100,090	(215,096)	(480,531)	191,827	(18,985,328)	(4,637,643)
Cash flow from financing activities	22,545,248	7,400,066	-	-	110,068	-	(227,586)	(225,040)	(137,500)	(105,000)	189,228	(219,618)	22,479,458	6,850,408
*Stock Broking, Security Dealings, Remittances and Foreign currency related services.														

EXPLANATORY NOTES

1. There are no changes in accounting policies and methods of computation since the publication of annual accounts for the year 2012.
2. There are no material changes during the period in the composition of assets, liabilities, contingent liabilities and use of funds raised through debentures. All known expenditure items have been provided for.
3. These interim financial statements are presented in accordance with LKAS 34 – Interim Financial Reporting and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.
4. Where required, figures on the audited annual financial statements have been reclassified to conform to Central Bank of Sri Lanka publication requirements.
5. Details of Employee Share Option Plan (ESOP)

	Allocation 2008*		Allocation 2010**		Allocation 2012***		Allocation 2013****	
	Voting	Non voting	Voting	Non voting	Voting	Non voting	Voting	Non voting
Number of options brought forward	84,222	15,769	2,877,970	675,023	3,792,336	896,018	-	-
Number of options allotted	-	-	-	-	-	-	3,970,506	994,902
Number of options exercised	-	-	679,006	213,403	208,784	128,476	58,026	14,540
Number of options expired	84,222	15,769	817	299	416,252	7,642	-	-
Number of options remaining	-	-	2,198,147	461,321	3,167,300	759,900	3,912,480	980,362
Option exercise price	Rs.77.33	Rs.35.07	Rs.111.43	Rs.65.67	Rs.145.79	Rs.81.43	Rs.142.17	Rs.110.04
Average market price	Rs.158.82	Rs.122.40	Rs.158.82	Rs.122.40	Rs.158.82	Rs.122.40	Rs.158.82	Rs.122.40

* These options were allocated on 28th March 2008 and the retention period ended on 27th March 2009.

** These options were allocated on 20th April 2010 and the retention period ended on 19th April 2011.

*** These options were allocated on 30th March 2012 and the retention period ended on 30th March 2013.

**** These options were allocated on 05th June 2013 and the retention period will end on 04th June 2014.

The outstanding options can be exercised within four years from the end of retention period or at retirement, resignation or death whichever occurs first.

6. The consolidated financial statements of the Bank cover the Bank and its subsidiaries HNB Assurance PLC, Sithma Development (Pvt) Ltd & the Group's interest in Joint Venture Acuity Partners (Pvt) Ltd.
7. Bank entered in to a sales agreement with a local investor in Oman to dispose its subsidiary, Majan Exchange LLC on 23rd May 2013. Accordingly this investment is treated as a held for sale asset in the consolidated financial statements.
8. On 6th June 2013, the Bank issued 20,000,000 unsecured subordinated redeemable debentures to the public at an issue price of Rs. 100/- with the option to issue a further 20,000,000 debentures in the event the issue is oversubscribed. Accordingly, the Bank issued Rs. 4Bn of debentures in June at an interest rate of 14%.
9. Employee Share Benefit Trust (ESBT) was a trust set up by the Bank for the benefit of the executive employees that entitled those employees to a share option. The Bank has obtained clearance from CSE on 14th June 2013 and SEC to liquidate the ESBT which resulted in the reversal of the provisions amounting to Rs. 1.5 Bn made for the cost of the cash settled share option. Further the Bank discontinued its treatment of the ESBT as a special purpose entity in the consolidated financial statements.
10. Mr.N.G.Wickremaratne – Senior Director of the Bank, resigned from the Office of Director with effect from 16th May 2013 and Director – Mrs.M.A.R.C.Coaroy was appointed as the Senior Director of the Bank with effect from 17th May 2013.
11. There are no material events that took place after the balance sheet date which require adjustment or disclosure in the financial statements other than as disclosed in note number 12 below.
12. Mr.Jonathan Alles assumed responsibilities as the Managing Director/Chief Executive Officer with effect from 1st July 2013.

SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING)

	As at 30.06.2013	As at 31.12.2012	As at 30.06.2013	As at 31.12.2012
	Bank		Group	
Regulatory Capital Adequacy				
Core capital (Tier 1 Capital) Rs.Mn	35,045	37,655	37,599	40,221
Total Capital Base.Rs.Mn	46,554	45,224	49,586	48,300
Core capital adequacy Ratio,as % of Risk Weighted Assets (Minimum Requirement, 5%)	11.75%	13.85%	12.08%	14.10%
Total capital adequacy Ratio,as % of Risk Weighted Assets (Minimum Requirement, 10%)	15.61%	16.63%	15.93%	16.94%

	As at 30.06.2013	As at 31.12.2012
	Bank	
Assets Quality (Quality of Loan Portfolio)		
Gross Non-Performing Advances Ratio,% (net of Interest in Suspense)	4.55%	3.66%
Net Non-Performing Advances Ratio,% (net of Interest in Suspense and provisions)	2.51%	1.82%
Profitability (Annualised)		
Interest Margin, %	5.40%	5.32%
Return on Assets (before Tax), %	2.02%	2.43%
Return on Equity, %	13.27%	18.24%
Regulatory Liquidity		
Statutory Liquid Assets, Rs.'000		
Domestic Banking Unit	85,906	80,576
Off-Shore Banking Unit	7,296	7,304
Statutory Liquid Assets Ratio % (Minimum requirement 20%)		
Domestic Banking Unit	22.17%	21.79%
Off-Shore Banking Unit	26.29%	22.97%

LISTED DEBENTURE INFORMATION

Quarter Ended 30th June	Market Value				Yield as at Last Trade Done	2013	2012
	Highest Rs.	Lowest Rs.	Highest Rs.	Lowest Rs.			
HNB DEBENTURES 2006					HNB DEBENTURES 2006		
8 year Floating Rate (TB + 2.25% p.a.)	N/T	N/T	N/T	N/T	8 year Floating Rate (TB + 2.25% p.a.)	N/T	N/T
15 year Fixed Rate (11.00% p.a.)	N/T	N/T	N/T	N/T	15 year Fixed Rate (11.00% p.a.)	N/T	N/T
18 year Fixed Rate (11.25% p.a.)	N/T	N/T	N/T	N/T	18 year Fixed Rate (11.25% p.a.)	N/T	N/T
HNB DEBENTURES 2007					HNB DEBENTURES 2007		
10 year Fixed Rate (16.00% p.a.)	N/T	N/T	N/T	N/T	10 year Fixed Rate (16.00% p.a.)	N/T	N/T
15 year Fixed Rate (16.75% p.a.)	N/T	N/T	N/T	N/T	15 year Fixed Rate (16.75% p.a.)	N/T	N/T
HNB DEBENTURES 2011					HNB DEBENTURES 2011		
10 year Fixed Rate (11.50% p.a.)	N/T	N/T	N/T	N/T	10 year Fixed Rate (11.50% p.a.)	N/T	N/T
HNB DEBENTURES 2013					HNB DEBENTURES 2013		
5 year Fixed Rate (14.00% p.a.)	100	100	N/A	N/A	5 year Fixed Rate (14.00% p.a.)	14	N/A
N/T – Not Traded as at 30th June, N/A – Not Applicable as at 30th June					N/T – Not Traded as at 30th June, N/A – Not Applicable as at 30th June		
Yield to Maturity of Last Trade Done (% p.a)							
Quarter Ended 30th June	2013		2012				
HNB DEBENTURES 2006							
8 year Floating Rate (TB + 2.25% p.a.)**		N/A		N/A			
15 year Fixed Rate (11.00% p.a.)		N/T		N/T			
18 year Fixed Rate (11.25% p.a.)		N/T		N/T			
HNB DEBENTURES 2007							
10 year Fixed Rate (16.00% p.a.)		N/T		N/T			
15 year Fixed Rate (16.75% p.a.)		N/T		N/T			
HNB DEBENTURES 2011							
10 year Fixed Rate (11.50% p.a.)		N/T		N/T			
HNB DEBENTURES 2013							
5 year Fixed Rate (14.00% p.a.)		14		N/A			
** The yield to maturity calculation is not applicable for floating rate debentures. N/T – Not Traded as at 30th June, N/A – Not Applicable as at 30th June							

RATIOS OF DEBT		
	30.06.2013	31.12.2012
Debt Equity Ratio (%)	60.55	39.52
	30.06.2012	30.06.2012
Interest Cover (Times)	6.61	7.95
Yield of Comparable Govt. Security for the following HNB Debentures (% p.a.)		
2006 series 8 year maturity	9.70	12.61
2006 series 15 year maturity	11.45	N/Q
2006 series 18 year maturity	11.52	14.34
2007 series 10 year maturity	11.06	14.12
2007 series 15 year maturity	11.58	N/Q
2011 series 10 year maturity	11.54	14.15
2013 series 5 year maturity	11.29	N/A
N/Q - Not Quoted N/A - Not Applicable		

RATIOS OF DEBT

	30.06.2013	31.12.2012
Debt Equity Ratio (%)	60.55	39.52
Interest Cover (Times)	6.61	7.95
Yield of Comparable Govt. Security for the following HNB Debentures (% p.a.)		
2006 series 8 year maturity	9.70	12.61
2006 series 15 year maturity	11.45	N/Q
2006 series 18 year maturity	11.52	14.34
2007 series 10 year maturity	11.06	14.12
2007 series 15 year maturity	11.58	N/Q
2011 series 10 year maturity	11.54	14.15
2013 series 5 year maturity	11.29	N/A
N/Q - Not Quoted N/A - Not Applicable		

SHARE INFORMATION

As at	30-June-2013	31-Dec-2012
Number of Shares		
Voting	318,595,918	317,650,102
Non-voting	79,952,766	79,596,347
Last Traded Price per Share		
Voting	161.10	148.00
Non-voting	118.10	112.50

For the Quarter Ended	30-June-2013	30-June-2012
Highest Price per Share		
Voting	176.00	169.00
Non-voting	131.00	98.30
Lowest Price per Share		
Voting	140.00	140.00
Non-voting	116.20	85.10

PUBLIC SHAREHOLDING PERCENTAGE

	As at 30th June 2013
Voting	67% approx.
Non-voting	80% approx.

DIRECTORS' AND CHIEF EXECUTIVE OFFICER'S SHAREHOLDING

	Number of shares	
	30-June-2013	31-Dec-2012
1 Dr. Ranee Jayamaha	101	101
2 Mr. R. Theagarajah*	252,764	36,788
3 Mr. A.J. Alles	-	-
4 Mrs. P.C. Cooray**	-	78,473
5 Mr. N.G. Wickremaratne***	-	8,451
6 Ms. M.A.R.C. Cooray	5,312	5,312
7 Dr. W.W. Gamage	101	101
8 Dr. L.R. Karunaratne	1,018	1,018
9 Mr. L.U.D. Fernando	2,667	2,667
10 Mr. D.T.S.H. Mudalige	-	-
11 Miss D.S.C. Jayawardena	500	500
12 Mr. R.S. Captain	6,007	6,007

* Chief Executive Officer. Retired with effect from 30th June 2013

** Retired with effect from 31st March 2013

*** Resigned with effect from 16th May 2013

20 MAJOR SHAREHOLDERS (VOTING) AS AT 30TH JUNE 2013

	Name	No. of Shares	% on Total Voting Capital
1.	Sri Lanka Insurance Corporation Ltd.(General Fund)	47,635,487	14.95
2.	Employees Provident Fund	30,436,612	9.55
3.	Milford Exports (Ceylon) Limited	25,828,280	*8.11
4.	Mr.Sohli Edelji Captain	23,705,220	7.44
5.	Stassen Exports Ltd	22,387,096	*7.03
6.	Brown & Company PLC	15,688,156	4.92
7.	Sonetto Holdings Limited	14,697,921	4.61
8.	HSBC Int'l Nominees Ltd-JPMLU-Franklin Templeton Investment	13,876,398	4.36
9.	Distilleries Company of Sri Lanka PLC	10,016,272	*3.14
10.	National Savings Bank	9,371,940	2.94
11.	Standard Chartered Bank Singapore S/A HL Bank Singapore	6,244,283	1.96
12.	Citi Group Global Markets Ltd Agency Trading Prop. Sec.	5,835,044	1.83
13.	The Bank of New York Mellon SA/NV-CF Ruffer Total return Fund	5,138,289	1.61
14.	Mr.Yonmerenne Simon Hewage Indra Kumara Silva	5,014,038	1.57
15.	The Bank of New York Mellon SA/NV-CF Ruffer Absolute Return Fund	3,448,972	1.08
16.	HSBC INTL Nom Ltd-UBS AG Zurich	3,154,940	0.99
17.	Ms.Leesha Anne Captain	2,870,020	0.90
18.	BNY-CF Ruffer Investment Funds : CF Ruffer Pacific Fund	2,628,518	0.83
19.	Employees Trust Fund Board	2,524,118	0.79
20.	HSBC Int'l Nom Ltd-JPMCB-Investers Foreningen Bank Invest, AF	1,990,000	0.62

* Pursuant to the provisions of the Banking Act Directions No. 1 of 2007, the total collective voting rights in the Bank, of Milford Exports (Ceylon) Limited, Stassen Exports Limited and Distilleries Company of Sri Lanka (who collectively hold 18.28% of the voting shares of the Bank) are limited to 10% of the total voting rights of the Bank with effect from 15th March 2012 as the voting rights in excess of such percentage is deemed invalid from that date.

20 MAJOR SHAREHOLDERS (NON-VOTING) AS AT 30TH JUNE 2013

	Name	No. of Shares	% on Total Non-Voting Capital
1.	Legallnc Trustee Services (Pvt) Ltd	15,500,925	19.39
2.	HSBC Int'l nominees Ltd-JPMLU-Franklin Templeton Invest	4,525,980	5.66
3.	The Bank of New York Mellon SA/NV-CF Ruffer Total Return Fund	2,557,103	3.20
4.	Employees Trust Fund Board	2,220,644	2.78
5.	HINL-JPMCB-Butterfield Trust (Bermuda) LTD	1,985,885	2.48
6.	The Bank of New York Mellon SA/NV-CF Ruffer Absolute Return	1,703,364	2.13
7.	Mr.Sohli Edelji Captain	1,442,839	1.80
8.	Northern Trust Company S/A Polar Capital Funds PLC	1,430,681	1.79
9.	Pershing LLC S/A Averbach Grauson & Co.	1,190,438	1.49
10.	CITI Bank NY S/A Forward International Dividend Fund	1,137,294	1.42
11.	National Savings Bank	1,103,175	1.38
12.	BNY-CF Ruffer Investment Funds:CF Ruffer Pacific Fund	1,011,115	1.26
13.	Akbar Brothers Pvt Ltd A/c No.1	889,516	1.11
14.	HSBC Int'l Nom Ltd-UBS AG Zurich	803,857	1.01
15.	DFCC Bank A/c No.01	715,947	0.90
16.	Bank of Ceylon A/c Ceybank Century Growth Fund	674,264	0.84
17.	Waldock Mackenzie Ltd/Mr. H M S Abdulhussein	623,487	0.78
18.	Mr.Jayampathi Divale Bandaranayake	593,689	0.74
19.	Hatton National Bank PLC A/c No.2	574,733	0.72
20.	Union Assurance PLC No.1 A/c	521,346	0.65