



STATE MORTGAGE & INVESTMENT BANK

Financial Statements For The Period Ended 30 June 2024

LRA Issuer Rating [SL] BBB Stable

INCOME STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2024

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
Interest income	4,129	4,953
Interest expenses	(3,189)	(4,657)
Net interest income	940	296
Fee and commission income	69	33
Net fee and commission income	69	33
Net Fair Value Gains/(Losses) from FA at FVPL	223	-
Net other operating income (net)	1	3
Total operating income	1,233	333
Impairment Charges	(123)	(253)
Net operating income	1,109	80
Personnel expenses	(639)	(570)
Depreciation and amortization expenses	(15)	(15)
Other expenses	(240)	(196)
Operating profit/(loss) before VAT & SSCL	215	(701)
Value added tax (VAT) on financial services (18%)	(128)	-
Social Security Levy (2.5%)	(18)	-
Profit/(loss) before tax	70	(701)
Income Tax expenses	-	-
Profit/(loss) for the period	70	(701)

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2024

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
Profit/(loss) for the Period	70	(701)
Items that will be reclassified to income statement		
Gains and Losses on Re-Measuring Financial Assets	-	-
Items that will not be reclassified to income statement		
Re-measurement of post-employment benefit obligations	-	-
Deferred Tax effect on Actuarial Gains/Losses on defined benefit obligations	-	-
Total comprehensive income for the period	70	(701)

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2024

	As at 30/06/2024	As at 31/12/2023
Assets		
Cash and cash equivalents	179	123
Placements with Banks	2,173	2,923
Financial Assets - FVPL	3,775	3,553
Financial Assets - AC	-	-
- Loans and Advanced	39,539	38,603
- Debt and Other Instruments	10,101	12,163
Financial Assets - FVOCI	5	5
Property, plant and equipment	373	328
Deferred tax assets	746	746
Other assets	777	623
Total assets	57,668	59,067
Liabilities		
Due to banks	27	3
Financial Liabilities at Amortised Cost		
- Due to Depositors	50,489	52,138
- Due to Debt Securities Holders	-	-
- Due to Other Borrowers	10	179
Employee Benefit Liability	639	598
Other Liabilities	979	695
Total liabilities	52,144	53,612
Equity		
Stated Capital/Assigned Capital	890	890
Statutory Reserve Fund	307	307
Retained Earnings	3,250	3,180
Other Reserves	1,078	1,078
Total equity	5,524	5,454
Total equity and liabilities	57,668	59,067

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2024

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
Cash Flows from Operating Activities		
Interest Received	4,194	2,567
Interest Payments	(4,342)	(1,585)
Net commission receipts	69	65
Payments to Employees	(494)	(485)
VAT, DLR & NBT, ESC on financial services	(145)	(107)
Receipts from Other Operating Activities	1	2
Payments on Other Operating Activities	(240)	(168)
Operating profit before changes in Operating Assets & Liabilities	(957)	289
Financial assets at amortised cost - loans & advances	(1,123)	(1,339)
Other assets	(154)	-
Increase/ (Decrease) in Operating Liabilities	(1,277)	(1,339)
Financial liabilities at amortised cost-due to depositors	(497)	1,036
Financial liabilities at amortised cost-due to other borrowers	(169)	(55)
Other liabilities	212	(50)
Net cash generated from operating activities before Income Tax	(2,688)	(119)
Gratuity Paid	(32)	-
Income Taxes Paid	-	(70)
Net Cash from Operating Activities	(2,720)	(189)
Cash flows from investing activities		
Dividend Received	-	-
Purchase of financial investments	-	-
Purchase of Property, Plant & Equipment	(60)	(6)
Proceeds from the sale and maturity of financial investments	2,812	245
Net cash (used in)/ from investing activities	2,752	239
Cash flows from financing activities		
Repayment of subordinated debt	-	-
Payments to Consolidated Fund	-	-
Net cash from financing activities	-	-
Net increase/(decrease) in cash & cash equivalents	32	50
Cash and cash equivalents at the beginning of the period	120	113
Cash and cash equivalents at the end of the period	152	163
Reconciliation of Cash and Cash Equivalents		
Cash and Short Term Funds	179	236
Borrowings from Banks (OD)	(27)	(73)
Cash and cash equivalents at the end of the period	152	163

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
Analysis of Financial Instruments by Measurement Basis - Bank - Current Year (30.06.2024)		
ASSETS		
Cash and cash equivalents	179	179
Placements with banks	2,173	2,173
Loans and advances	39,539	39,539
Debt instruments	695	695
Reverse Repos	1,518	1,518
Treasury Bills	7,470	7,470
Treasury Bonds	418	418
Unit Trusts		3,775
Unquoted Shares		5
Total financial assets	51,992	55,773

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
LIABILITIES		
Due to Banks	27	27
Financial liabilities		
- Due to depositors	50,489	50,489
- Due to debt security holders	-	-
- Due to other borrowers	10	10
Total financial liabilities	50,526	50,526
Analysis of Financial Instruments by Measurement Basis - Bank Previous Year (31.12.2023)		
ASSETS		
Cash and cash equivalents	123	123
Placements with banks	2,923	2,923
Loans and advances	38,603	38,603
Debt instruments	781	781
Reverse Repos	971	971
Treasury Bills	9,840	9,840
Treasury Bonds	415	415
Commercial Papers	155	155
Unit Trusts		3,553
Unquoted Shares		5
Total financial assets	53,812	57,370
LIABILITIES		
Due to Banks	3	3
Financial liabilities		
- Due to depositors	52,138	52,138
- Due to debt security holders	-	-
- Due to other borrowers	182	182
Total financial liabilities	52,322	52,322

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
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		

	Rs 'Mn	Rs 'Mn
	From 01/01/2024 to 30/06/2024	From 01/01/2023 to 30/06/2023
Ratio Analysis as at 30/06/2024		
Regulatory Capital (LKR 'Mn) Basel III		
Common Equity Tire - 1	4,706	5,532
Tier - 1 Capital	4,706	5,532
Total Capital	4,706	5,532
Regulatory Capital Ratios (%)		
Common Equity Tire 1 Capital Ratio (Minimum Requirement 7%)	17.32	23.47
Tier 1 Capital Ratio (Minimum Req 8.5%)	17.32	23.47
Total Capital Ratio (Minimum Req 12.5%)	17.32	23.47
Leverage Ratio %	08.13	09.33
Regulatory Liquidity		
Total Stock of High Quality Liquid Assets Rs.Mn	10,586	12,740
Liquidity Coverage Ratio (LCR) (Minimum req-100%)	114.47	175.14
Net Stable Funding Ratio (Minimum req-100%)	129.00	129.00
Gross NPL %	28.31	25.99
Net NPL %	25.83	23.74
Gross NPL Exclu. EPF %	17.64	15.71
Net NPL Exclu. EPF %	13.36	12.02
Interest Margin %	1.93	1.22
Return on Assets (before Tax) %	0.14	2.15
Return on Equity %	1.53	-20.21
Number of Branches	25	25
Number of Employees	338	354
Impaired Loans (Stage 3) Ratio (%)	28.00	26.00
Impairment (Stage 3) to Stage 3 Loans Ratio (%)	14.22	13.70

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