

All amounts in Sri Lankan Rupees Thousands

**Financial Assets and Liabilities**

**Classification of Financial Assets and Liabilities by Measurement Basis**

The following table provides a reconciliation between line items in the statement of financial position and categories of financial instruments.

**Classification of Financial Assets and Liabilities by Measurement Basis as per SLFRS 9 - Financial Instruments**

**As at 31 March 2019**

<b>ASSETS</b>	<b>FVTPL</b>	<b>FVOCI</b>	<b>Amortised cost</b>	<b>Total</b>
Cash and Cash Equivalents	-	-	181,107,274	181,107,274
Balances with Central Banks	-	-	2,049,866,543	2,049,866,543
Placement with Banks	-	-	1,091,370,823	1,091,370,823
Derivative Financial Instruments	43,501,574	-	-	43,501,574
Financial assets at amortised cost				-
Loans and Advances to customers		-	20,853,982,013	20,853,982,013
Debt and other financial instrument	-	-	1,956,888,496	1,956,888,496
Investment securities - Measured at FVOCI*	-	4,136,945,502	-	4,136,945,502
<b>Total Financial Assets</b>	<b>43,501,574</b>	<b>4,136,945,502</b>	<b>26,133,215,149</b>	<b>30,313,662,225</b>

	<b>FVTPL</b>	<b>Amortised cost</b>	<b>Total</b>
<b>LIABILITIES</b>			
Due to Banks	-	719,700,221	719,700,221
Derivative Financial Instruments	7,878,006	-	7,878,006
Deposits from customers	-	22,589,902,659	22,589,902,659
Other Borrowings	-	83,146,386	83,146,386
<b>Total Financial Liabilities</b>	<b>7,878,006</b>	<b>23,392,749,266</b>	<b>23,400,627,272</b>

**As at 31 December 2018**

<b>ASSETS</b>	<b>FVTPL</b>	<b>FVOCI</b>	<b>Amortised cost</b>	<b>Total</b>
Cash and Cash Equivalents	-	-	221,411,580	221,411,580
Balances with Central Banks	-	-	2,021,412,235	2,021,412,235
Placement with Banks	-	-	752,542,104	752,542,104
Derivative Financial Instruments	284,487,963	-	-	284,487,963
Financial assets at amortised cost				-
Loans and Advances to customers		-	21,134,247,864	21,134,247,864
Debt and other financial instrument	-	-	2,227,310,758	2,227,310,758
Investment securities - Measured at FVOCI*	-	3,146,982,276	-	3,146,982,276
<b>Total Financial Assets</b>	<b>284,487,963</b>	<b>3,146,982,276</b>	<b>26,356,924,541</b>	<b>29,788,394,780</b>

	<b>FVTPL</b>	<b>Amortised cost</b>	<b>Total</b>
<b>LIABILITIES</b>			
Due to Banks	-	734,417,926	734,417,926
through profit or loss	-	-	-
Deposits from customers	-	21,925,420,544	21,925,420,544
Other Borrowings	-	83,532,380	83,532,380
<b>Total Financial Liabilities</b>	<b>2,426,947</b>	<b>22,743,370,850</b>	<b>22,745,797,797</b>

\* Unquoted equity investments of Rs. 2,030,000 are stated at cost as it was impractical to compute the market value due to unavailability of market information. However, Management has determined the impact as immaterial as it was less than 0.01 % of the total assets.

**MCB BANK LIMITED - SRI LANKA BRANCH**

**ANALYSIS OF LOANS AND ADVANCES, COMMIMENTS, CONTINGENCIES AND IMPAIRMENT**

	<b>31.03.2019</b>	<b>31.12.2018</b>
<i>All amounts in Sri Lankan Rupees Thousands</i>		
<b>Loans and advances to customers</b>		
Gross loans and advances	21,334,940,769	21,632,472,017
Less: Accumilated impairment	480,958,756	498,224,153
<b>Total loans and advances</b>	<b><u>20,853,982,013</u></b>	<b><u>21,134,247,864</u></b>
<b>Concentration by Product - Domestic Currency</b>		
Overdrafts	4,142,421,376	4,380,732,069
Trade finance	3,704,187,010	3,755,943,956
Lease rentals receivable	96,944,446	95,819,085
Staff loans	111,680,040	110,320,396
Term loans	1,739,647,532	1,611,840,165
Short-term	8,877,237,068	8,994,581,600
	<b><u>18,672,117,472</u></b>	<b><u>18,949,237,271</u></b>
<b>Concentration by Product - Foreign Currency</b>		
Overdrafts	684,810,466	1,063,985,154
Trade finance	629,372,894	533,764,744
Lease rentals receivable	-	-
Staff loans	-	-
Term loans	829,745,478	705,684,413
Short-term	518,894,459	379,800,435
	<b><u>2,662,823,297</u></b>	<b><u>2,683,234,746</u></b>
	<b><u>21,334,940,769</u></b>	<b><u>21,632,472,017</u></b>
<b>Commitments</b>		
Commitment for unutilised credit facilities	4,655,256,000	4,458,597,957
Lease commitments	154,967,459	167,322,770
Other commitments on forwards and swaps	3,834,440,000	5,296,329,828
	<b><u>8,644,663,459</u></b>	<b><u>9,922,250,555</u></b>
<b>Contingencies</b>		
Acceptance	1,403,931,000	2,449,879,082
Documentary credits	3,323,427,000	2,110,008,395
Guarantees	630,018,000	918,607,937
Bills sent for collection	1,546,006,000	1,962,455,440
	<b><u>6,903,382,000</u></b>	<b><u>7,440,950,854</u></b>
<b>Total</b>	<b><u>15,393,078,000</u></b>	<b><u>17,363,201,409</u></b>

**MCB BANK LIMITED - SRI LANKA BRANCH****ANALYSIS OF LOANS AND ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT (CONTINUED..)***All amounts in Sri Lankan Rupees Thousands***Movement in provision for impairment during the year (Under SLFRS 9)**

<b>Loans and Advances</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
<b>As at 1<sup>st</sup> January 2019</b>	102,322,400	51,301,300	344,600,453	498,224,153
Charge/(Write back) to statement of Profit / loss	39,838,759	(49,656,438)	(3,530,563)	(13,348,242)
write-off/(Recoveries ) during the year	-	-	(3,538,494)	(3,538,494)
Exchange movement	(378,661)	-	-	(378,661)
<b>As at 31<sup>st</sup> March 2019</b>	<b>141,782,498</b>	<b>1,644,862</b>	<b>337,531,396</b>	<b>480,958,756</b>
<b>Commitment and contingencies</b>				
<b>As at 1<sup>st</sup> January 2019</b>	10,364,449	2,788,812	-	13,153,261
Charge/(Write back) to statement of Profit / loss	1,779,056	(2,087,227)	-	(308,171)
write-off/(Recoveries ) during the year	-	-	-	-
Exchange movement	-	-	-	-
<b>As at 31<sup>st</sup> March 2019</b>	<b>12,143,505</b>	<b>701,585</b>	<b>-</b>	<b>12,845,090</b>
<b>Total</b>				
<b>As at 1<sup>st</sup> January 2019</b>	112,686,849	54,090,112	344,600,453	511,377,414
Charge/(Write back) to statement of Profit / loss	41,617,815	(51,743,665)	(3,530,563)	(13,656,413)
write-off/(Recoveries ) during the year	-	-	(3,538,494)	(3,538,494)
Exchange movement	(378,661)	-	-	(378,661)
<b>As at 31<sup>st</sup> March 2019</b>	<b>153,926,003</b>	<b>2,346,447</b>	<b>337,531,396</b>	<b>493,803,846</b>

**MCB BANK LIMITED - SRI LANKA BRANCH****ANALYSIS OF DEPOSITS**

<b>As at</b>	<b>31.03.2019</b>	<b>31.12.2018</b>
<i>All amounts in Sri Lankan Rupees Thousands</i>		
<b>Deposits from customers</b>		
<b>Product wise analysis of deposits from customers</b>		
<b>By product - Domestic currency</b>		
Demand deposits (current accounts)	1,425,199,992	1,808,558,061
Savings deposits	3,565,802,794	1,975,908,718
Fixed deposits	11,204,496,595	10,171,921,649
Margin deposits and VOSTRO	582,412,683	290,386,613
	<b>16,777,912,064</b>	<b>14,246,775,041</b>
<b>By product - Foreign currency</b>		
Demand deposits (current accounts)	611,725,881	558,180,783
Savings deposits	547,679,843	503,487,619
Fixed deposits	4,260,485,993	3,039,544,437
Margin deposits and VOSTRO	392,098,878	322,312,093
	<b>5,811,990,595</b>	<b>4,423,524,931</b>
Total Deposits from customers	<b>22,589,902,659</b>	<b>18,670,299,972</b>