

Income Statement

	For the six months ended			For the quarter ended		
	30-Jun-2022 Rs. '000	30-Jun-2021 Rs. '000	Change %	30-Jun-2022 Rs. '000	30-Jun-2021 Rs. '000	Change %
Interest income	3,144,457	1,966,294	60	1,873,152	983,487	90
Interest expenses	(1,752,493)	(1,093,178)	(60)	(1,048,442)	(546,802)	(92)
Net interest income	1,391,964	873,116	59	824,710	436,685	89
Fees and commission income	574,765	333,303	72	347,215	167,377	107
Fees and commission expenses	(184,834)	(125,994)	(47)	(102,560)	(63,655)	(61)
Net fees and commission income	389,931	207,309	88	244,655	103,722	136
Net gains / (losses) from trading	1,551	(4,926)	131	2,134	(772)	376
Net gains from derecognition of financial assets	4,690	19,223	(76)	3,586	3,242	11
Net other operating income	(2,518)	106,299	(102)	(215,831)	37,362	(678)
Total other income	3,723	120,596	(97)	(210,111)	39,832	(627)
Total operating income	1,785,618	1,201,021	49	859,254	580,239	48
Impairment losses on financial instruments and other assets						
Loans and advances to customers	(800,831)	(229,979)	(248)	(397,446)	(56,950)	(598)
Financial assets and others	345	(15,957)	102	3,335	(13,311)	125
Total impairment losses on financial instruments and other assets	(800,486)	(245,936)	(225)	(394,834)	(70,261)	(462)
Net operating income	985,132	955,085	3	464,420	509,978	(9)
Personnel expenses	(459,914)	(430,311)	(7)	(230,052)	(211,311)	(9)
Depreciation and amortization	(183,829)	(208,750)	12	(87,443)	(107,300)	19
Other operating expenses	(485,707)	(407,483)	(19)	(260,745)	(210,403)	(24)
Total operating expenses	(1,129,450)	(1,046,544)	(8)	(578,240)	(529,014)	(9)
Operating profit / (loss) before taxes on financial services	(144,318)	(91,459)	(58)	(113,820)	(19,036)	(498)
Value added tax on financial services	(64,608)	(64,601)	(0)	(29,476)	(40,016)	26
Profit / (Loss) before Income Tax	(208,926)	(156,060)	(34)	(143,296)	(59,052)	(143)
Income tax (expenses) / reversal	13,827	(72,570)	119	5,793	(1,895)	406
Profit / (loss) for the period	(195,098)	(228,630)	15	(137,504)	(60,947)	(126)
Basic earnings per share (Rs.)	(0.22)	(0.26)	15	(0.16)	(0.07)	(126)
Diluted earnings per share (Rs.)	(0.22)	(0.26)	15	(0.16)	(0.07)	(126)

Statement of Comprehensive Income

	For the six months ended			For the quarter ended		
	30-Jun-2022 Rs. '000	30-Jun-2021 Rs. '000	Change %	30-Jun-2022 Rs. '000	30-Jun-2021 Rs. '000	Change %
Profit / (loss) for the period	(195,098)	(228,630)	15	(137,504)	(60,947)	(126)
Other comprehensive income, net of tax						
Items that will not be reclassified to profit or loss						
Net actuarial gain / (loss) on defined benefit plans	-	-	-	-	-	-
Deferred tax related to the above	-	-	-	-	-	-
Change in fair value of investment in equity measured at fair value through other comprehensive income	-	-	-	-	-	-
Deferred tax related to the above	-	-	-	-	-	-
Items that will be reclassified to profit or loss						
Net gains / (losses) on investment in financial assets measured at fair value through other comprehensive income	(81,139)	(72,817)	(11)	6,005	(11,974)	150
Deferred tax asset related to the above	19,473	22,857	(15)	(1,441)	2,874	(150)
	(61,666)	(49,960)	(23)	4,564	(9,100)	150
Other comprehensive income / (loss) for the period, net of tax	(61,666)	(49,960)	(23)	4,564	(9,100)	150
Total comprehensive income / (loss) for the period	(256,764)	(278,590)	8	(132,940)	(70,047)	(90)

Statement of Financial Position

As at	30-Jun-2022	31-Dec-2021	Growth %
	Rs. ' 000	(Audited) Rs. ' 000	
Assets			
Cash and cash equivalents	1,629,246	1,214,754	34
Balances with Central Bank of Sri Lanka	622,025	567,802	10
Placements with Banks	688,272	601,151	14
Derivative financial instruments	1,276	3,200	(60)
Financial assets at amortized cost - Loans and advances to other customers	39,301,724	40,490,736	(3)
Financial assets at amortized cost - Debt and other financial instruments	773,964	15,528	4,884
Financial assets measured at fair value through other comprehensive income	8,584,015	10,783,609	(20)
Property, plant & equipment	429,312	518,272	(17)
Intangible assets	232,886	258,941	(10)
Deferred tax assets	670,888	637,588	5
Other assets	865,532	675,479	28
Total assets	53,799,139	55,767,061	(4)
Liabilities and equity			
Due to banks	649,123	926,405	(30)
Derivative financial instruments	33	3,009	(99)
Financial liabilities at amortized cost - Due to depositors	41,224,733	40,182,402	3
Financial liabilities at amortized cost - Other borrowings	1,582,092	3,969,617	(60)
Retirement benefit obligations	86,143	81,336	6
Lease liability	278,618	332,675	(16)
Other liabilities	910,299	946,756	(4)
Total liabilities	44,731,041	46,442,200	(4)
Equity			
Stated capital	11,394,421	11,394,421	-
Statutory reserves	32,386	32,386	-
Other reserves	(107,798)	(46,132)	(134)
Accumulated loss	(2,250,912)	(2,055,814)	(9)
Total equity attributable to equity holders of the Bank	9,068,098	9,324,861	(3)
Total liabilities and equity	53,799,139	55,767,061	(4)
Contingent liabilities & commitments	22,713,803	18,687,750	22
Net assets value per share (Rs.)	10.27	10.56	(3)
Memorandum information			
Number of employees	611	622	
Number of branches	21	21	

Certification:
 These Financial Statements have been prepared in compliance with requirements of the Companies Act No. 07 of 2007.
 (Sgd.)
D Gajanayaka
 Head of Finance

We, the undersigned, being the Managing Director and the Senior Director of Cargills Bank Limited, 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,
 (B) the information contained in these statements have been extracted from the unaudited financial statements of the Bank, unless indicated as audited.

(Sgd.) **K B S Bandara** (Sgd.) **R A Ebell**
 Managing Director / Chief Executive Officer Senior Director

15 August 2022
 Colombo

Statement of Cash Flows

	For the period ended	
	30-Jun-2022 Rs. ' 000	30-Jun-2021 Rs. ' 000
Cash flows from operating activities		
Profit / (Loss) before income tax	(208,926)	(156,060)
Adjustments for:		
Non-cash items included in profit / (loss) before income tax	1,737,828	486,173
Interest paid on lease liability	(16,771)	(19,259)
Gains / (losses) on sale of property, plant & equipment and other assets	314	(211)
Dividend income	-	(319)
Benefits paid on defined benefit plans	(3,515)	582
Change in operating assets	889,661	(2,833,985)
Change in operating liabilities	65,533	3,570,509
Net cash generated from / (used in) operating activities	2,484,124	1,047,430
Cash flows from investing activities		
Net purchase of property, plant and equipment	(26,913)	(10,139)
Proceeds from sale of property, plant and equipment	391	211
Investment in Debenture	(150,000)	-
Net purchase of intangible assets	(39,508)	(24,753)
Dividend received	-	319
Net cash generated from / (used in) investing activities	(216,031)	(34,362)
Cash flows from financing activities		
Payment of lease liability	(73,293)	(65,036)
Change in securities sold under repurchase agreements and other borrowings	(1,761,570)	(1,166,847)
Net cash generated from / (used in) financing activities	(1,834,863)	(1,231,883)
Net increase / (decrease) in cash and cash equivalents	413,230	(218,815)
Cash and cash equivalents at the beginning of the period	1,222,459	1,429,096
Cash and cash equivalents at the end of the year	1,635,689	1,210,281
Less: Impairment on cash and cash equivalents	(6,443)	(7,701)
Total cash and cash equivalents	1,629,246	1,202,580

Statement of Changes in Equity

	Stated capital	Statutory reserves	Fair Value through Other Comprehensive Income Reserve	Retained losses	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01.01.2021-Audited	11,394,421	32,386	80,162	(1,772,667)	9,734,302
Total comprehensive income for the six months ended 30.06.2021					
Profit / (loss) for the period	-	-	-	(228,630)	(228,630)
Other comprehensive income / (loss), net of tax	-	-	(49,960)	-	(49,960)
Total comprehensive income / (loss) for the period			(49,960)	(228,630)	(278,590)
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserves	-	-	-	-	-
Total transactions with owners					
Balance as at 30.06.2021	11,394,421	32,386	30,202	(2,001,296)	9,455,713
Total comprehensive income for the period 01.07.2021 to 31.12.2021					
Profit / (loss) for the period	-	-	-	(48,497)	(48,497)
Other comprehensive income / (loss), net of tax	-	-	(76,334)	(6,020)	(82,354)
Total comprehensive income / (loss) for the period			(76,334)	(54,517)	(130,851)
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-
Total transactions with owners					
Balance as at 31.12.2021 - Audited	11,394,421	32,386	(46,132)	(2,055,814)	9,324,861
Total comprehensive income for the period ended 30.06.2022					
Profit / (loss) for the period	-	-	-	(195,098)	(195,098)
Other comprehensive income / (loss), net of tax	-	-	(61,666)	-	(61,666)
Total comprehensive income / (loss) for the period			(61,666)	(195,098)	(256,764)
Transactions with owners in their capacity as owners					
Issue of shares	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-
Total transactions with owners					
Balance as at 30.06.2022	11,394,421	32,386	(107,798)	(2,250,912)	9,068,097

Additional Disclosures

As at	30-Jun-2022 Rs. '000	31-Dec-2021 Rs. '000		
Loans and advances to other customers				
Gross loans and advances	43,977,590	43,682,231		
Less: Stage-wise Impairment				
Stage 1	149,905	152,309		
Stage 2	1,015,314	617,283		
Stage 3	3,510,645	2,421,903		
Total impairment for loans and advances	4,675,864	3,191,495		
Net loans and advances	39,301,725	40,490,736		
Product wise Gross Loans and advances to other customers				
By product - Domestic Currency				
Overdrafts	7,157,706	6,429,740		
Trade finance	2,057,732	2,126,096		
Staff Loans	271,582	271,415		
Housing loans	1,300,073	898,049		
Personal loans	4,187,058	3,816,402		
Term loans	14,471,695	9,797,911		
Agriculture loans	505,469	412,442		
Vehicle loans	88,138	95,044		
Loans against property	1,986,684	1,162,501		
Money market loans	5,437,853	8,331,449		
Credit Card	1,647,928	1,579,712		
Micro Finance	61,088	63,998		
Others	575,998	6,090,892		
Sub total	39,749,004	41,075,650		
By product - Foreign Currency				
Trade finance	1,258,804	583,713		
Housing loans	102,469	62,514		
Term loans	1,493,846	1,050,160		
Overdrafts	21,110	11,133		
Others	1,352,358	899,060		
Sub total	4,228,586	2,606,581		
Total gross loans & advances	43,977,590	43,682,231		
Movement in impairment during the period for loans and advances to other customers- 2022 (Rs. '000)				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2022	152,309	617,283	2,421,903	3,191,495
Charge/ (write back) to income statement	(4,708)	328,443	508,217	831,953
Exchange rate variance on foreign currency provisions	2,304	69,587	580,525	652,416
Closing balance as at 30 June 2022	149,905	1,015,314	3,510,645	4,675,864
Movement in impairment during the period for loans and advances to other customers - 2021 (Rs. '000)				
	Stage 1	Stage 2	Stage 3	Total
Opening balance as at 01 January 2021	68,805	342,306	2,243,089	2,654,200
Charge/ (write back) to income statement	83,249	271,193	137,393	491,835
Exchange rate variance on foreign currency provisions	255	3,784	41,421	45,460
Closing balance as at 31 December 2021	<			

Classification of Financial Assets and Financial Liabilities

As at 30.06.2022	Fair value through P/L	Fair Value through OCI	Amortized Cost	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Financial assets				
Cash and cash equivalents	-	-	1,629,246	1,629,246
Balances with Central Bank of Sri Lanka	-	-	622,025	622,025
Placements with Banks	-	-	688,272	688,272
Derivative financial instruments	1,276	-	-	1,276
Financial assets at amortized cost - Loans and Advances to other customers	-	-	39,301,724	39,301,724
Financial assets at amortized cost - Debt and other financial instruments	-	-	773,964	773,964
Financial assets at fair value through other comprehensive income - Government securities	-	8,567,574	-	8,567,574
Financial assets at fair value through other comprehensive income - Equity instruments	-	16,441	-	16,441
Other assets*	-	-	345,886	345,886
Total financial assets	1,276	8,584,015	43,361,117	51,946,408
Financial liabilities				
Due to banks	-	-	649,123	649,123
Derivative financial instruments	33	-	-	33
Financial liabilities at amortized cost - Due to depositors	-	-	41,224,733	41,224,733
Financial liabilities at amortized cost - Other borrowings	-	-	1,582,092	1,582,092
Lease liability	-	-	278,618	278,618
Other liabilities**	-	-	450,267	450,267
Total financial liabilities	33	-	44,184,833	44,184,866
As at 31.12.2021-Audited				
Financial assets				
Cash and cash equivalents	-	-	1,214,754	1,214,754
Balances with Central Bank of Sri Lanka	-	-	567,802	567,802
Placements with Banks	-	-	601,151	601,151
Derivative financial instruments	3,200	-	-	3,200
Financial assets at Amortized costs- Loans & Advances to other customers	-	-	40,490,736	40,490,736
Financial assets at Amortized costs - Debt and other Instruments	-	-	15,528	15,528
Financial assets - at fair value through other comprehensive income - Government securities	-	10,767,168	-	10,767,168
Financial assets - at fair value through other comprehensive income - Equity instruments	-	16,441	-	16,441
Other assets*	-	-	377,457	377,457
Total financial assets	3,200	10,783,609	43,267,429	54,054,237
Financial liabilities				
Due to banks	-	-	926,405	926,405
Derivative financial instruments	3,009	-	-	3,009
Financial liabilities at amortized cost - Due to depositors	-	-	40,182,402	40,182,402
Financial liabilities at amortized cost - Other borrowings	-	-	3,969,617	3,969,617
Lease liability	-	-	332,675	332,675
Other liabilities**	-	-	424,258	424,258
Total financial liabilities	3,009	-	45,835,357	45,838,366

* Other assets only include other receivables

** Other liabilities exclude accrued expenditure and impairment on commitments and contingencies

Fair Value Hierarchy

The Bank measures the fair value using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurement.

Level 1 : Fair value measurement using unadjusted quoted market prices

Inputs that are quoted market prices (unadjusted) in an active market for identical instruments.

Level 2 : Fair value measurement using significant observable inputs

Inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices). This category includes instruments valued using:

- (a) quoted prices in active markets for similar instruments,
- (b) quoted prices for identical or similar instruments in markets that are considered to be less active, or
- (c) other valuation techniques in which almost all significant inputs are directly or indirectly observable from market data.

Level 3 : Fair value measurement using significant unobservable inputs

Inputs that are unobservable.

This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties, to the extent that the Bank believes that a third party market participant would take them into account in pricing a transaction.

Financial instruments measured at fair value - fair value hierarchy

The following table provides an analysis of assets and liabilities measured at fair value as at the reporting date, by the level in the fair value hierarchy into which the fair value measurement is categorised. These amounts were based on the values recognised in the Statement of Financial Position:

As at 30 June 2022	Level 1	Level 2	Level 3	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Financial Assets				
Derivative financial instruments	-	1,276	-	1,276
Financial assets measured at fair value through other comprehensive income				
Government Securities	8,567,574	-	-	8,567,574
Equity Securities	-	-	16,441	16,441
Total assets at fair value	8,567,574	1,276	16,441	8,585,291
Liabilities				
Derivative financial instruments	-	33	-	33
Total liabilities at fair value	-	33	-	33
As at 31 December 2021 (Audited)				
Financial Assets				
Derivative financial instruments	-	3,200	-	3,200
Financial assets measured at fair value through other comprehensive income				
Government securities	10,767,168	-	-	10,767,168
Equity Securities	-	-	16,441	16,441
Total assets at fair value	10,767,168	3,200	16,441	10,786,809
Liabilities				
Derivative financial instruments	-	3,009	-	3,009
Total liabilities at fair value	-	3,009	-	3,009

Selected Performance Indicators

As at	30-Jun-2022	31-Dec-2021
Regulatory Capital (Rs. '000)		
Common Equity Tier 1	8,164,886	8,421,650
Tier 1 Capital	9,664,886	9,921,650
Total Capital	9,980,003	10,236,768
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital Ratio (Minimum Requirement - 7%)	19.00	19.31
Tier 1 Capital Ratio (Minimum Requirement - 8.5%)	22.50	22.75
Total Capital Ratio (Minimum Requirement - 12.5%)	23.23	23.47
Leverage Ratio (Minimum Requirement - 3%)	13.78	13.86
Regulatory Liquidity		
Statutory Liquid Assets, (Rs. '000)	10,318,740	10,197,054
Statutory Liquid Assets Ratio, % (Minimum Requirement - 20%)		
Domestic Banking Unit, %	21.59	26.30
Off-Shore Banking Unit, %	90.65	90.79
Total Stock of High-Quality Liquid Assets (Rs. '000)	9,048,108	9,188,499
Liquidity Coverage Ratio, % - Minimum Requirement - 90%		
Rupee, %	159.00	164.00
All currency, %	126.86	147.00
Net Stable Funding Ratio (%) - Minimum Requirement - 90%	128	117
Assets Quality (Quality of Loan Portfolio)		
Stage 3 Loans (Net of Stage 3 Impairment) to Total Loans	8.28	6.43
Stage 3 Loan Impairment to Stage 3 Loans (Stage 3 Provision Cover)	49.04	46.30
Profitability		
Interest Margin, %	5.13	3.97
Return on Assets (before tax), %	(0.71)	(0.74)
Return on Equity, %	(4.23)	(2.99)

Operating Segments

For the six months ended 30 June	Banking		Treasury/ Investments		Unallocated		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net interest income	1,370,585	870,907	21,379	2,209	-	-	1,391,964	873,116
Foreign exchange profit	(645,675)	860	641,896	114,671	-	-	(3,779)	115,531
Net fees and commission income	386,442	207,091	3,489	218	-	-	389,931	207,309
Other income	2,188	(4,038)	5,000	19,541	314	196	7,502	15,699
Operating income by segment	1,113,540	1,074,820	671,764	136,639	314	196	1,785,619	1,211,655
Personnel and other operating expenses	(934,513)	(833,924)	(11,108)	(9,801)	-	-	(945,621)	(843,725)
Credit loss expense	(801,748)	(250,639)	1,262	-	-	-	(800,486)	(250,639)
Total operating expenses	(1,736,262)	(1,084,563)	(9,846)	(9,801)	-	-	(1,746,107)	(1,094,364)
Net operating income	(622,721)	(9,743)	661,918	126,838	314	196	39,512	117,291
Depreciation and amortisation	(183,690)	(208,543)	(139)	(207)	-	-	(183,829)	(208,750)
Operating profit/(loss) by segment	(806,096)	(218,286)	661,779	126,631	314	196	(144,317)	(91,459)
VAT on financial services	(64,608)	(64,601)	-	-	-	-	(64,608)	(64,601)
Segment result	(870,704)	(282,887)	661,779	126,631	314	196	(208,925)	(156,060)
Income tax expense							13,827	(72,570)
Profit/(Loss) for the year							(195,098)	(228,630)
As at	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021
Other information								
Segment assets	42,910,507	38,187,078	10,888,632	10,430,047	-	-	53,799,139	48,617,125
Segment liabilities	42,825,335	38,265,561	1,905,706	895,852	-	-	44,731,041	39,161,413

Shareholders' Information

Twenty three largest shareholders as at 30 June 2022		No. of shares	%
1	Cargills (Ceylon) PLC	350,696,905	39.71 *
2	CT Holdings PLC	223,345,953	25.29 *
3	Monetary Board of Sri Lanka - On Behalf of EPF	44,000,000	4.98
4	Mulitex Investment Limited	30,800,000	3.49
5	MJF Foundation Investments (Pvt) Ltd	28,000,000	3.17
6	Softlogic Life Insurance PLC	26,600,000	3.01
7	MAS Amaliya (Pvt) Ltd	22,000,000	2.49
8	Rosewood (Pvt) Ltd	16,000,000	1.81
9	Phoenix Ventures Limited	13,200,000	1.49
10	Aindri Holdings Pte Ltd	11,000,000	1.25
11	A I A Holdings Lanka (Pvt) Ltd	11,000,000	1.25
12	Softlogic Holdings PLC	10,000,000	1.13
13	Gardiya Lokuge Harris Premaratne	9,089,000	1.03
14	Merrill Joseph Fernando	7,800,000	0.88
15	Softlogic Capital PLC	7,400,000	0.84
16	GF Capital Global Limited	6,100,000	0.69
17	Periyasampillai Barathakumar	4,400,000	0.50
18	Periyasampillai Muruganandhan	4,400,000	0.50
19	Periyasampillai Anandarajah	4,400,000	0.50
20	Periyasampillai Devaraj	4,400,000	0.50
21	Periyasampillai Barathamackam	4,400,000	0.50
22	Ishara Chinthaka Nanayakkara	4,400,000	0.50
23	Lalan Rubber Holdings (Pvt) Ltd	4,400,000	0.50
	Sub total	847,831,858	96
	Other Shareholders	35,311,000	4
	Total	883,142,858	100.00

* No voting rights will be exercised by Cargills (Ceylon) PLC and CT Holdings PLC on any shares held in excess of 30% of the issued capital of the bank carrying voting rights.

Explanatory Notes

- These Financial Statements are prepared in accordance with LKAS 34 - Interim Financial Reporting issued by the Institute of Chartered Accountants of Sri Lanka. There were no changes to Accounting Policies and methods of computation since the publication of the Annual Report for the year ended 31 December 2021.
- Due to the potential impact of the Covid 19 pandemic on Sri Lankan individuals and businesses, the Central Bank of Sri Lanka (CBSL) issued several circulars and guidelines introducing different relief measures to safeguard those businesses impacted due to the global COVID -19 pandemic in order to manage the adverse impact on the Sri Lankan economy. The Bank continuously monitors and takes necessary actions based on any subsequent Directions issued by CBSL.
- The Bank estimated its Expected Credit Loss (ECL) for collective impairment as at 30 June 2022 based on the updated Probability of Default (PD) in 31 December 2021 and Loss Given Default (LGD) values for 30 June 2022. The Economic Factor Adjustment (EFA) is updated where necessary. The Management made approximate overlay adjustments to reflect the increased credit risk profiles of borrowers due to the recent volatility in the macro-economic environment including rupee depreciation, increase in inflation and interest rates, etc.
The Bank continuously reassesses its individually significant portfolio and incorporates impairment provisions on identified segments and customers to reflect increased credit risk since initial recognition. Accordingly, the impairment provision also includes a management overlay where higher impairment charges were considered as a prudential measure in assessing the current macroeconomic environment.
The exchange impact on impairment charges on loans and advances denominated in foreign currency was recognised in Net Other Operating Income where the corresponding exchange gains are recognised and the total impact for the 06 months period was recognised in the quarter ended 30 June 2022.
- Income Tax - Year of Assessment 2013/2014
The Commissioner General of Inland Revenue (CGIR) issued a Notice of Assessment for the Year of Assessment 2013/2014. The Bank has appealed to the Tax Appeals Commission and the Bank awaits the hearing of the Appeal from the Tax Appeals Commission.
Income Tax - Year of Assessment 2017/2018
The CGIR issued a Notice of Assessment for the Year of Assessment 2017/2018. The Bank has lodged an appeal against the said assessment. The appeal is currently at the IRD hearing stage.
Management is of the opinion that the outcome of the above will not have a material impact to the Financial Statements.
- There was no pending litigation of a material nature against the Bank.
- All known expenses have been provided in these Interim Financial Statements.
- No circumstances have arisen since the reporting date which would require adjustment to or disclosure in the Financial Statements.