

# INCOME STATEMENT

For the year ended December 31,	Note	GROUP			BANK		
		2016 Rs. '000	2015 Rs. '000	Change %	2016 Rs. '000	2015 Rs. '000	Change %
<b>Gross income</b>	12	93,725,535	78,225,397	19.81	93,142,610	77,867,952	19.62
Interest income	13.1	81,314,607	66,339,317	22.57	80,738,176	66,030,456	22.27
Less: Interest expense	13.2	48,186,331	35,771,967	34.70	47,914,573	35,685,172	34.27
<b>Net interest income</b>	13	33,128,276	30,567,350	8.38	32,823,603	30,345,284	8.17
Fee and commission income	14.1	8,230,131	6,329,900	30.02	8,143,041	6,275,276	29.76
Less: Fee and commission expense	14.2	1,140,954	919,590	24.07	1,127,536	901,190	25.12
<b>Net fee and commission income</b>	14	7,089,177	5,410,310	31.03	7,015,505	5,374,086	30.54
Net gains/(losses) from trading	15	(1,466,711)	813,376	(280.32)	(1,466,711)	813,376	(280.32)
Net gains/(losses) from financial instruments designated at fair value through profit or loss		-	-	-	-	-	-
Net gains/(losses) from financial investments	16	110,759	693,987	(84.04)	110,701	693,933	(84.05)
Other income (net)	17	5,536,749	4,048,817	36.75	5,617,403	4,054,911	38.53
<b>Total operating income</b>		44,398,250	41,533,840	6.90	44,100,501	41,281,590	6.83
Less: Impairment charges for loans and other losses	18	1,583,326	4,099,738	(61.38)	1,529,814	3,943,196	(61.20)
<b>Net operating income</b>		42,814,924	37,434,102	14.37	42,570,687	37,338,394	14.01
<b>Less: Expenses</b>							
Personnel expenses	19	10,913,088	10,260,750	6.36	10,794,307	10,180,537	6.03
Depreciation and amortisation	20	1,268,330	1,206,172	5.15	1,189,493	1,141,804	4.18
Other operating expenses	21	6,809,435	5,954,483	14.36	6,832,345	5,983,088	14.19
<b>Total operating expenses</b>		18,990,853	17,421,405	9.01	18,816,145	17,305,429	8.73
<b>Operating profit before Value Added Tax (VAT) and Nation Building Tax (NBT)</b>		23,824,071	20,012,697	19.04	23,754,542	20,032,965	18.58
Less: Value Added Tax (VAT) on financial services and Nation Building Tax (NBT)		3,715,941	2,890,224	28.57	3,703,359	2,889,355	28.17
<b>Operating profit after Value Added Tax (VAT) and Nation Building Tax (NBT)</b>		20,108,130	17,122,473	17.44	20,051,183	17,143,610	16.96
Share of profits of associates, net of tax		6,454	13,638	(52.68)	-	-	-
<b>Profit before tax</b>		20,114,584	17,136,111	17.38	20,051,183	17,143,610	16.96
Less: Income tax expense	22	5,648,160	5,276,851	7.04	5,538,672	5,240,386	5.69
<b>Profit for the year</b>		14,466,424	11,859,260	21.98	14,512,511	11,903,224	21.92
<b>Profit Attributable to:</b>							
Equity holders of the Bank		14,510,333	11,855,172	22.40	14,512,511	11,903,224	21.92
Non-controlling interest		(43,909)	4,088	(1,174.09)	-	-	-
<b>Profit for the year</b>		14,466,424	11,859,260	21.98	14,512,511	11,903,224	21.92
<b>Earnings per Share</b>							
Basic earnings per ordinary share (Rs.)	23	16.30	13.34	22.19	16.31	13.39	21.81
Diluted earnings per ordinary share (Rs.)	23	16.27	13.32	22.15	16.27	13.37	21.69

The Notes appearing on pages 191 to 352 form an integral part of these Financial Statements.