

# Financial Performance of Commercial Public Enterprises - 2003

## 1 Name & Address of the Enterprise:

**National Savings Bank**  
Savings House,  
No.225, Galle Road,  
Colombo 03.

## 2 Mission:

As an organization dedicated to serving those with diverse financial necessities, needs, and requirements our reason for existence is to help them satisfy such necessities, needs, and requirements in the most appropriate, profitable and effective manner.

## 3 Major Activities:

\*Promotion and mobilization of Savings and Time Deposits \*Investing in Gov't Securities \* Provision Housing Loans & Loans on deposits \* Personal lending & Pawning \* Accepting travellers cheques & foreign currency.

## 4 Brief comments on financial performance

Revenue generation has shown a steady increase over the four year period. The gross profits and net profits had been at peak in the year 2003.

The Banks' deposit base had increased from Rs.134.5bn at the end of 2002, to Rs.161.1bn by the end of 2003, a 20% growth despite the continued trend of low interest rates on deposits.

Return on equity and total assets had been very favourable with an improved asset base.

During the year the Bank has contributed a sum of Rs.1,700mn to the Consolidated Fund as a special levy.

The Bank has now been identified as a Strategic Enterprise and brought under SEMA to improve the efficiency and effectiveness and financial viability of the enterprise.

## 5 Performance Trend

ABSOLUTE VALUES			2000	2001	2002	2003	2004 B
1	Total Non-Current Assets (WDV) as at end of year.	(Rs.' Mn)	109,991	122,668	142,503	170,639	198,691
2	Total Current Assets as at end of year	(Rs.' Mn)	5,193	8,037	6,796	7,115	7,158
3	Total Equity as at end of year	(Rs.' Mn)	4,370	5,190	6,851	9,886	11,073
4	Total Non-Current Liabilities as at end of year	(Rs.' Mn)	109,636	125,150	140,891	167,458	193,888
5	Total Current Liabilities as at end of year	(Rs.' Mn)	1,179	364	1,557	410	889
6	Total Revenue for the year	(Rs.' Mn)	13,385	16,718	17,808	20,017	19,151
7	Gross Profit for the year	(Rs.' Mn)	2,153	2,074	3,676	6,199	6,405
8	Net Profit bef. Tax for the year	(Rs.' Mn)	1,273	810	2,419	4,187	3,414
9	Financial Charges for the year	(Rs.' Mn)	9,698	13,416	13,213	12,604	11,898
10	Total Capital Expenditure for the year	(Rs.' Mn)	48	172	173	301	1,103
11	Total Cost of Employment for the year	(Rs.' Mn)	1,239	1,101	1,631	2,057	1,976
12	Total Number of Employees as at end of year	(Nos.)	2,742	2,717	2,670	2,683	3,023
RATIOS							
a)	Net Profit bef. Tax to total Equity	(%)	29.13%	15.61%	35.31%	42.35%	30.83%
b)	Net Profit before tax & Fin. Charges to Tot. Assets	(%)	9.52%	10.88%	10.47%	9.45%	7.44%
c)	Total Cost of Employment per employee	(Rs.' 000)	451.70	405.14	611.03	766.59	653.74

**CHECK the validity of the financial statements**

**1 Calculation of Equity**

Total Non-Current Assets (WDV) as at end of year	(Rs.' 000)	109,991	122,668	142,503	170,639	198,691
Total Current Assets as at end of year	(Rs.' 000)	5,193	8,037	6,796	7,115	7,158
<b>Total Assets</b>	(Rs.' 000)	115,185	130,705	149,299	177,754	205,850
Total Non-Current Liabilities as at end of year	(Rs.' 000)	109,636	125,150	140,891	167,458	193,888
Total Current Liabilities as at end of year	(Rs.' 000)	1,179	364	1,557	410	889
<b>Total Liabilities</b>	(Rs.' 000)	110,815	125,515	142,448	167,867	194,777
<b>Equity (Total Assets - Total Liabilities)</b>	(Rs.' 000)	4,370	5,190	6,851	9,886	11,073
Equity as per line 7.3 of page 1	(Rs.' 000)	4,370	5,190	6,851	9,886	11,073
<b>DIFERENCE</b>	(Rs.' 000)	(0)	(0)	(0)	(0)	0

2 Current Assets to Current Liabilities	(Times)	4.40	22.06	4.37	17.37	8.05
3 Total Revenue per Employee	(Rs.' 000)	5	6	7	7	6
4 Total Assets per Employee	(Rs.' 000)	42	48	56	66	68
5 Total Cost of Employment per Employee	(Rs.' 000)	0	0	1	1	1

115,185  
115,185  
130,705  
130,705  
149,299  
149,299  
177,754  
177,754  
205,850  
205,850

