

### **SCHEDULE III [Section 76A (3)]**

[§40,33 of 1995]

1. National Development Bank of Sri Lanka established by the National Development Bank of Sri Lanka Act, No. 2 of 1979.
2. Development Finance Corporation established by the Development Finance Corporations Act, No. 35 of 1955.
3. State Mortgage and Investment Bank established by State Mortgage and Investment Bank Act, No. 13 of 1975.
4. National Savings Bank established by the National Savings Bank Act, No. 30 of 1971.
5. Housing Development Finance Corporation (Bank) of Sri Lanka established by the Housing Development Finance Corporation of Sri Lanka Act, No. 7 of 1997.

### **SCHEDULE IV [Section 76C (4)]**

[§41, 33 of 1995]

- a) accepting time and savings deposits and opening, maintaining and managing deposit, savings and other similar accounts excluding however the carrying on of banking business as defined in the Act.
- b) granting loans and advances or participating with other financial institutions in granting loans or advances or participating with other financial institutions in granting loans or advances to any enterprise engaged or about to engage in industry, agriculture or commerce or to any other enterprise;
- c) granting loans and advances by way of refinance of any loans or advances granted by financial institutions to industrial agricultural commercial and other enterprises
- d) granting loans or advances—
  - i. for the purchase or lease of any land for the construction of a dwelling house;
  - ii. for the construction, repairs, renovation or extension of a dwelling house;
  - iii. for the purchase or lease of a dwelling house;
  - iv. for any purpose incidental, accessory or ancillary to any purpose mentioned in (i), (ii) and (iii) above; or

- v. for the liquidation of any debt already incurred for any purpose mentioned in (i), (ii), (iii) and (iv) above;
- (e) providing short term loans and advances to any industrial, agricultural, commercial or other enterprise and financing or lending in the institutional money market;
- (f) arranging, guaranteeing, managing and syndicating loans either in rupees or foreign currency for any public or private company, corporation or association or for the Government or any local government authority whether from its own resources or from other banks and financial institutions;
- (g) participating in loans, equities, underwriting arrangements and guarantees with other financial institutions;
- (h) undertaking wholesale lending to financial institutions;
- (i) promoting and assisting in the promotion, establishment, expansion and modernisation of any industrial, agricultural, commercial or other enterprise including participating in raising capital both internal and external for such enterprise;
- (j) guaranteeing loans raised or to be raised by industrial, agricultural, commercial and other enterprises from financial institutions or participating with other financial institutions in guaranteeing such loans;
- (k) guaranteeing deferred payments due from any industrial, agricultural, commercial and other enterprises;
- (l) guaranteeing obligations of financial institutions arising out of the underwriting of capital issues of industrial, agricultural, commercial and other enterprises;
- (m) participating in the equity of industrial, agricultural, commercial and other enterprises and subscribing to, or purchasing or underwriting, the issue of stocks, shares, bonds or debentures of any such enterprises, and selling and dealing in such stocks, shares, bonds or debentures;
- (n) converting a part or whole of the bank's loans to industrial, agricultural, commercial and other enterprises and its subscriptions to bonds or debentures issued by any such enterprise into equity capital;
- (o) mobilizing and promoting savings and for that purpose issuing and dealing in savings certificates and other bond, certificates and instruments.

- (p) accepting, discounting, rediscounting, buying selling and dealing in bills of exchange promissory notes, coupons, drafts, debentures, certificates scrip and other instruments and securities whether transferable or negotiable or not, of industrial, agricultural, commercial and other enterprises;
- (q) promoting and introducing specialised financial products, services, packages and instruments;
- (r) providing money broking and margin trading facilities;
- (s) assisting in the development of capital and money markets;
- (t) undertaking trust functions including acting as managers of Unit Trust;
- (u) borrowing or accepting deposits from the Government or of agencies or institutions acting on behalf of the Government;
- (v) acting as agents for and administering the funds of any statutory body, corporation or other institution;
- (w) managing, supervising, controlling or participating in managing, supervising or controlling any industrial, agricultural, commercial or other undertaking of a customer for the purpose of protecting the interest of the bank in any loan granted by the bank;
- (x) buying existing debts of organisations on a commercial basis and providing, interest swap facilities and interest arbitrage facilities;
- (y) providing such services as technical, financial, management or administrative advice and assistance to industrial, agricultural, commercial and other enterprises;
- (z) assisting industrial, agricultural, commercial and other enterprises in financial restructuring, amalgamations, reconstructions, takeovers and mergers.
- (aa) undertaking portfolio management;
- (bb) undertaking development projects, including pilot projects, in industry, agriculture, commerce and other fields;
- (cc) buying, selling and dealing in bullion and specie and engaging in operations in exchange;
- (dd) granting and issuing letters of credit and circular notes;
- (ee) receiving, in consideration of the functions the banks may be performing, commissions, brokerage interest, remuneration or fees;

- (ff) Undertaking rehabilitation of sick industries;
- (gg) setting up or assisting the setting up of the necessary organisation for selling or marketing any product of any agricultural or industrial undertaking;
- (hh) engaging in the construction of warehouses, godowns, stores and buildings required for agricultural, industrial and commercial activities;
- (ii) acquiring or purchasing any movable or immovable property, or any industrial, agricultural, commercial or other enterprise, and managing or arranging for the management of such property or enterprise and selling or otherwise disposing of such property or enterprise
- (jj) purchasing, leasing, letting or hire, selling outright or selling on a hire purchase basis warehouses, godowns, stores and buildings, machinery, equipment and other goods;
- (kk) investing moneys of the bank;
- (ll) conducting surveys, studies and seminars in the field of economics, finance, development, management and other related fields;
- (mm) conducting lotteries and prize competitions;
- [§42,2 of 2005] (nn) the acceptance of a sum of money in any manner or form from any person for a fixed period of time for investment in a business venture of the bank on the basis that profits or losses of the venture will be shared with the person from whom such money is accepted in a manner determined at the time the money is accepted;
- [§42,2 of 2005] (oo) the purchase of goods, to be sold immediately upon purchase to a buyer on deferred payment terms provided that the goods and their suppliers are specified by such buyer and the price at which such goods are sold to the buyer and the deferred payment terms are determined at the time the bank agrees with the buyer to purchase the said goods for sale to the buyer;
- [§42,2 of 2005] (pp) any other business which the Monetary Board may authorise a licensed specialised bank to engage in.

\*\*\*\* Notwithstanding a conflict between the provisions of the principal enactment as amended by Act, No. 33 of 1995 and this Act and the provisions of any written law by or under which any authority which is required to obtain a license under such principal enactment was established, all acts, decisions or things commenced

under such written law and pending and incomplete on the date of the coming into operation of this Act, may be carried on and completed as if there had been no such amendment to the principal enactment.