Basel III Disclosure Requirements Under Pillar 3 as per Banking Act Direction No 01 of 2016

Disclosure 1 : Key Regulatory Ratios - Capital and Liquidity

Item	31.03.2026		31.12.2025	
	Bank	Group	Bank	Group
Basel III				
Regulatory Capital (LKR'000)				
Common Equity Tier 1	244,432,888	256,406,376	225,968,229	238,613,145
Tier 1 Capital	262,782,888	274,756,376	244,318,229	256,963,145
Total Capital	348,747,993	363,652,800	333,554,992	349,258,391
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital Ratio (Minimum Requirement- 8.50%)	12.13	12.14	11.44	11.47
Tier 1 Capital Ratio (Minimum Requirement- 10.00%)	13.04	13.01	12.37	12.35
Total Capital Ratio (Minimum Requirement- 14.00%)	17.31	17.22	16.89	16.79
Leverage Ratio (Minimum Requirement- 3.00%)	4.52	4.65	4.12	4.26

Item	Bank	
	31.03.2026	31.12.2025
Regulatory Liquidity		
Total Stock of High Quality Liquid Asset (LKR'000)	2,147,886,333	2,314,179,943
Liquidity Coverage Ratio (%) - Rupee (Minimum Requirement - 100%)	274.00	296.00
LIquidity Coverage Ratio (%) - All Currency (Minimum Requirement - 100%)	257.55	260.38
Net Stable Funding Ratio (%) (Minimum Requirement - 100%)	153.36	156.59

Disclosure 2 : Basel III Computation of Capital Ratios

Item	31.03.2026		31.12.2025	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Common Equity Tier 1 (CET 1) Capital after Adjustments	**244,432,888**	**256,406,376**	**225,968,229**	**238,613,145**
Common Equity Tier 1 (CET 1) Capital	**282,453,010**	**291,515,409**	**264,811,100**	**273,722,909**
Equity Capital (Stated Capital)/ Assigned Capital	25,730,000	25,730,000	25,730,000	25,730,000
Reserve Fund	18,474,000	18,474,000	18,474,000	18,474,000
Published Retained Earnings/(Accumulated Retained Losses)	204,351,656	207,043,409	204,351,656	207,048,884
Published Accumulated other Comprehensive Income(OCI)	14,433,009	20,606,078	15,586,377	22,103,381
General and other Disclosed Reserves	669,067	866,644	669,067	366,644
Unpublished current year's profit/(losses) and gains reflected in OCI	18,795,278	18,795,278	-	-
Ordinary shares issued by consoloidated banking and financial subsidaries held by third parties		-		-
Total Adjustments to CET 1 Capital	**38,020,122**	**35,109,033**	**38,842,871**	**35,109,764**
Goodwill(net)	-	-	-	-
Intangible Assests (net)	3,132,433	3,518,088	2,790,651	2,888,809
Revaluation losses of property, plant and equipment	-	-	-	-
Deferred tax assets (net)	26,813,846	26,954,135	27,402,018	27,518,175
Investments in the capital of banking and financial institutions where the bank does not own more than 10 per cent of the issued ordinary share capital of the entity	4,250,076	4,496,015	4,789,754	4,702,779
Significant investments in the capital of financial institutions where the bank owns more than 10 per cent of the issued ordinary share capital of the entity	3,682,972	-	3,860,447	-
Shortfall of capital in financial subsidiaries	140,796	140,796	-	-
Additional Tier 1 (AT I) capital after adjustment	**18,350,000**	**18,350,000**	**18,350,000**	**18,350,000**
Additional Tier 1 (AT I) capital	**18,350,000**	**18,350,000**	**18,350,000**	**18,350,000**
Qualifying Additional Tier 1 Capital Instruments	18,350,000	18,350,000	18,350,000	18,350,000
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustments to AT 1 Capital	-	-	-	-
Investment in Own Shares	-	-	-	-
others (specify)				
Tier 2 Capital after Adjustments	**85,965,106**	**88,896,424**	**89,236,763**	**92,295,245**
Tier 2 Capital	**85,965,106**	**88,896,424**	**89,236,763**	**92,295,245**
Qualifying Tier 2 Capital Instruments	51,482,345	53,263,123	55,067,403	56,848,181
Revaluation Gains	12,094,493	12,094,493	12,094,493	12,094,493
General Provisions	22,388,267	23,538,808	22,074,867	23,352,572
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustment to Tier 2	**-**	**-**	**-**	**-**
Investment in Own Shares		-		-
Investments in the capital of financial institutions and where the bank does not own more than 10 per cent of the issued capital carrying voting rights of the issuing entity	-	-	-	-
Significant investments in the capital of banking and financial institutions where the bank own more than 10 per cent of the issued ordinary share capital of the entity	-	-	-	-
CET I Capital	**244,432,888**	**256,406,376**	**225,968,229**	**238,613,145**
Total Tier 1 Capital	**262,782,888**	**274,756,376**	**244,318,229**	**256,963,145**
Total Capital	**348,747,993**	**363,652,800**	**333,554,992**	**349,258,391**

Item	31.03.2026		31.12.2025	
	Bank LKR'000	Group LKR'000	Bank Bank	Group Group
Total Risk Weighted Assets (RWA)	**2,015,240,978**	**2,111,434,916**	**1,974,546,471**	**2,080,409,237**
RWAs for Credit Risk	1,791,061,389	1,883,104,609	1,765,989,352	1,868,205,732
RWAs for Market Risk	18,775,929	18,779,186	18,695,550	18,700,957
RWAs for Operational Risk	205,403,660	209,551,120	189,861,569	193,502,548
CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D-SIBs)(%)	**12.13**	**12.14**	**11.44**	**11.47**
of which :Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
of which :Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.50%	1.50%	1.50%	1.50%
Total Tier 1 Capital Ratio(%)	**13.04**	**13.01**	**12.37**	**12.35**
Total Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surchanrge on D- SIBs)(%)	**17.31**	**17.22**	**16.89**	**16.79**
of which : Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
of which: Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.50	1.50	1.50	1.50

Disclosure 3 : Leverage Ratio

Item	31.03.2026		31.12.2025	
	Bank	Group	Bank	Group
	LKR'000	LKR'000	LKR'000	LKR'000
Tier 1 Capital	**262,782,888**	**274,756,376**	**244,318,229**	**256,963,145**
Total Exposures	**5,813,261,898**	**5,914,066,080**	**5,926,436,168**	**6,029,668,971**
On-Balance Sheet Items (Excluding Derivatives and Securities Financing Transactions, but including Collateral	5,363,459,037	5,464,773,094	5,421,461,809	5,524,434,993
Derivative Exposures	14,090,775	14,090,775	12,218,673	12,218,673
Securities Financing Transaction Exposures	248,731,172	248,221,297	310,516,074	310,775,693
Other Off- Balance Sheet Exposures	186,980,915	186,980,915	182,239,612	182,239,612
Basel III Leverage Ratio (%) (Tier 1 Capital/Total Excposure)	**4.52**	**4.65**	**4.12**	**4.26**

Disclosure 4 : Net Stable Funding Ratio (NSFR) & Liquidity Coverage Ratio (LCR)

Item	31.03.2026	31.12.2025
	LKR'000	LKR'000
Total Available Stable Funding	**3,531,746,027**	**3,481,305,887**
Required Stable Funding - On Balance Sheet Assets	2,285,325,618	2,208,465,145
Required Stable Funding - Off Balance Sheet Assets	17,626,969	14,783,190
Total Required Stable Funding	**2,302,952,587**	**2,223,248,335**
NSFR	**153.36%**	**156.59%**

Basel III computation of Liquidity Coverage Ratio -All Currency (Bank Only)

Item	Amount (LKR'000)			
	31.03.2026		31.12.2025	
	Total Un-Weighted Value	Total Weighted Value	Total Un-Weighted Value	Total Weighted Value
Total Stock of High Quality Liquid Asset (HQLA)	**2,154,044,555**	**2,147,886,333**	**2,320,262,064**	**2,314,179,943**
Total Adjusted Level I Assets	**2,104,301,142**	**2,104,301,142**	**2,295,440,559**	**2,295,440,559**
Level 1 Assets	**2,114,412,714**	**2,114,412,714**	**2,281,108,292**	**2,281,108,292**
Total Adjusted Level 2A Assets	**39,021,994**	**33,168,695**	**38,556,471**	**32,773,000**
Level 2A Assets	**39,021,994**	**33,168,695**	**38,556,471**	**32,773,000**
Total Adjusted Level 2B Assets	**609,848**	**304,924**	**597,302**	**298,651**
Level 2B Assets	**609,848**	**304,924**	**597,302**	**298,651**
Total Cash Outflows	**5,164,314,324**	**1,131,274,373**	**5,126,910,251**	**1,119,611,051**
Deposits	2,414,714,156	241,471,416	2,441,369,302	244,136,930
Unsecured Wholesale Funding	1,914,167,193	769,159,051	1,851,716,849	774,040,333
Secured Funding Transactions	123,080,217	-	166,006,583	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	638,683,958	46,975,106	610,983,437	44,599,708
Additional Requirements	73,668,800	73,668,800	56,834,079	56,834,079
Total Cash Inflows	**511,339,944**	**297,290,194**	**325,736,592**	**230,843,792**
Maturing Secured Lending Transaction Backed by Collateral	93,029,000	-	-	-
Committed Facilities	5,000,000	-	5,000,000	-
Other Inflows by Counterparty which are Maturing Within 30 Days	300,173,327	222,438,129	248,415,345	172,856,692
Operational Deposits	38,285,552	-	14,334,147	-
Other Cash Inflows	74,852,066	74,852,066	57,987,099	57,987,099
Liquidity Coverage Ratio (%) (Stock of High quality Liquid Assets /Total Net Cash Outflows over the Next 30 Calender Days)*100		**257.55**		**260.38**

Disclosure 5 : Main Features of Regulatory Capital Instruments

Description of the Capital Instrument					
Issuer	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon
Unique Identifier					LK0357D25222
Governing Laws of the Intrument	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka
Original Date of Issuance	31-Jul-18	26-Jul-19	22-Nov-21	30-Dec-22	27-Dec-23
Par Value of Instrument -LKR	100	100	100	100	100
Issued quantity (No of Debentures)	67,000,000	611,500	51,500,000	64,900,000	100,000,000
Issued Quantity (LKR'000)	6,700,000	61,150	5,150,000	6,490,000	10,000,000
Perpetual or Dated		Dated	Dated	Dated	Dated
Original Maturity Date, if Applicable	30-Jul-26	25-Jul-27	22-Nov-26	29-Dec-27	26-Dec-28
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	670,000	18,345	772,500	2,271,500	5,500,000
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
Coupons/Dividends					
Fixed or Floting Dividend/Coupon	FIXED	FIXED	FLOATING	FIXED	FIXED
Coupon Rate and any Related Index %	12.00	11.75	10.41	29.00	15.00
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
Convertible or Non-Convertible	Non Convertible	Non Viability write down	Non Viability write down	Non Viability write down	Non Viability write down

Description of the Capital Instrument				
Issuer	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon
Unique Identifier	LK0357D25495	LK0357D25727	LK0357D26147	LK0357D26147
Governing Laws of the Intrument	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka
Original Date of Issuance	20-Sep-24	26-May-25	24-Dec-25	24-Dec-25
Par Value of Instrument -LKR	100	100	100	100
Issued quantity (No of Debentures)	150,000,000	150,000,000	198,140,000	1,860,000
Issued Quantity (LKR'000)	15,000,000	15,000,000	19,814,000	186,000
Perpetual or Dated	Dated	Dated	Dated	Dated
Original Maturity Date, if Applicable	20-Sep-29	26-May-30	24-Dec-30	24-Dec-30
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	10,500,000	12,750,000	18,823,300	176,700
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability
Coupons/Dividends				
Fixed or Floting Dividend/Coupon	FIXED	FIXED	FIXED	FLOATING
Coupon Rate and any Related Index %	13.50	11.25	10.50	10.19
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
Convertible or Non-Convertible	Non Viability write down	Non Viability write down	Non Viability write down	Non Viability write down

Disclosure 7 : Credit Risk Under Standardised Approach - Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects

Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects -Bank

Asset Class	Amount (LKR'000) as at 31.03.2026					
	Exposures before Credit Conversion Factor (CCF)and CRM		Exposures Post CCF and CRM		RWA and RWA Density (%)	
	On Balance Sheet Amount	Off Balance Sheet Amount	On Balance Sheet Amount	Off Balance Sheet Amount	RWA	RWA Density (%)
Claims on Central Goverment and CBSL	3,068,055,817	23,253,836	3,068,055,817	4,650,767	112,921,439	3.67%
Claims on Foreign Sovereigns and their Central Bank	77,076,312	-	77,076,312	-	110,183,190	142.95%
Claims on Public Sector Entities	221,213,946	111,503,059	36,502,715	7,985,609	27,813,609	62.52%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	181,647,758	46,291,769	181,647,758	46,291,769	111,662,935	48.99%
Claims on Financial Institutions	50,575,942	-	50,575,942	-	26,269,334	51.94%
Claims on Corporates	306,495,952	260,867,559	254,022,503	36,101,882	278,847,694	96.11%
Retail Claims	839,746,912	423,088,451	763,891,075	-	615,591,168	80.59%
Claims Secured by Gold	233,954,903	-	233,954,903	-	23,269	0.01%
Claims Secured by Residential Property	90,536,408	-	90,536,408	-	38,674,680	42.72%
Claims secured by Commercial Real Estate	57,819,358	-	57,819,358	-	57,819,358	100.00%
Non- Performing Assets (NPAs)	146,489,737	-	146,489,737	-	192,386,341	131.33%
Higher - risk Categories	2,523,659	-	2,523,659	-	6,309,148	250.00%
Cash Items and Other Assets	262,144,921	46,827,841	262,144,921	46,827,841	212,559,225	68.80%
Total	**5,538,281,624**	**911,832,515**	**5,225,241,107**	**141,857,868**	**1,791,061,389**	**33.37%**

Credit Risk Under Standardised Approach

Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects -Group

Asset Class	Amount (LKR'000) as at 31.03.2026					
	Exposures before Credit Conversion Factor (CCF)and CRM		Exposures Post CCF and CRM		RWA and RWA Density (%)	
	On Balance Sheet Amount	Off Balance Sheet Amount	On Balance Sheet Amount	Off Balance Sheet Amount	RWA	RWA Density (%)
Claims on Central Goverment and CBSL	3,087,628,046	23,253,836	3,087,628,046	4,650,767	112,921,439	3.65%
Claims on Foreign Sovereigns and their Central Bank	77,076,312	-	77,076,312	-	110,183,190	142.95%
Claims on Public Sector Entities	257,001,453	111,503,059	36,502,715	7,985,609	27,813,609	62.52%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	206,525,894	46,291,769	206,525,894	46,291,769	136,541,072	54.01%
Claims on Financial Institutions	50,575,942	-	50,575,942	-	26,269,334	51.94%
Claims on Corporates	373,041,214	260,867,559	320,567,765	36,101,882	345,392,956	96.84%
Retail Claims	839,746,912	423,088,451	763,891,075	-	615,591,168	80.59%
Claims Secured by Gold	243,563,819	-	243,563,819	-	466,999	0.19%
Claims Secured by Residential Property	90,536,408	-	90,536,408	-	38,674,680	42.72%
Claims secured by Commercial Real Estate	57,819,358	-	57,819,358	-	57,819,358	100.00%
Non- Performing Assets (NPAs)	146,489,737	-	146,489,737	-	192,386,341	131.33%
Higher - risk Categories	-	-	-	-	-	-
Cash Items and Other Assets	284,683,289	46,827,841	284,683,289	46,827,841	219,044,465	66.07%
Total	**5,714,688,383**	**911,832,515**	**5,365,860,360**	**141,857,868**	**1,883,104,609**	**34.19%**

Credit Risk under Standardised Approach : Exposures by Asset Classes and Risk Weights - Bank

Description	Amount (LKR'000)as at 31.03.2026 (Post CCF & CRM)								
Asset Classes / Risk Weight	0%	20%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount
Claims on Central Government and Central Bank of Sri Lanka	2,507,863,449	560,192,368							3,068,055,817
Claims on Foreign Sovereigns and their Central Bank			4,507,218			1,848,122	70,720,972	`	77,076,312
Claims on public Sector Entities		18,168,677	3,669,093			14,664,945			36,502,715
Claims on Official Entities and Multilateral Development Banks									-
Claims on Banks Exposures		92,769,570	38,885,832			49,992,355			181,647,758
Claims on Financial Institutions		3,729,150	42,646,575			4,200,217	-		50,575,942
Claims on Corporates		11,848,164	2,203,118			239,731,512	239,709		254,022,503
Retail Claims		896,336		3,590,348	584,586,795	174,817,596			763,891,075
Claims Secured by Gold	233,843,511	110,154				1,238			233,954,903
Claims Secured by Residential Property			79,787,275			10,749,134			90,536,408
Claims secured by Commercial Real Estate						57,819,358			57,819,358
Non- Performing Assests(NPAs)						54,696,529	91,793,208		146,489,737
Higher -risk Categories								2,523,659	2,523,659
Cash Item and Other Assests	87,367,606	11,307,413				163,469,901			262,144,921
Total	**2,829,074,566**	**699,021,832**	**171,699,110**	**3,590,348**	**584,586,795**	**771,990,908**	**162,753,889**	**2,523,659**	**5,225,241,107**

Credit Risk under Standardised Approach : Exposures by Asset Classes and Risk Weights - Group

Description	Amount (LKR'000)as at 31.03.2026 (Post CCF & CRM)								
Asset Classes / Risk Weight	0%	20%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount
Claims on Central Government and Central Bank of Sri Lanka	2,527,435,678	560,192,368							3,087,628,046
Claims on Foreign Sovereigns and their Central Bank			4,507,218			1,848,122	70,720,972		77,076,312
Claims on public Sector Entities		18,168,677	3,669,093			14,664,945			36,502,715
Claims on Official Entities and Multilateral Development Banks									-
Claims on Banks Exposures		92,769,570	38,885,832			74,870,492			206,525,894
Claims on Financial Institutions		3,729,150	42,646,575			4,200,217	-		50,575,942
Claims on Corporates		11,848,164	2,203,118			306,276,774	239,709		320,567,765
Retail Claims		896,336		3,590,348	584,586,795	174,817,596			763,891,075
Claims Secured by Gold	243,008,697	110,154				444,968			243,563,819
Claims Secured by Residential Property			79,787,275			10,749,134			90,536,408
Claims secured by Commercial Real Estate						57,819,358			57,819,358
Non- Performing Assests(NPAs)						54,696,529	91,793,208		146,489,737
Higher -risk Categories								-	-
Cash Item and Other Assests	103,420,734	11,307,413				169,955,141			284,683,289
Total	**2,873,865,109**	**699,021,832**	**171,699,110**	**3,590,348**	**584,586,795**	**870,343,276**	**162,753,889**	**-**	**5,365,860,360**

Disclosure 9 : Market Risk under Standardised Measurement Method

Item	31.03.2026		31.12.2025	
	Bank (LKR'000)	Group (LKR'000)	Bank (LKR'000)	Group (LKR'000)
(a) Capital Charge for Interest Rate Risk	**1,374,388**	**1,374,388**	**822,985**	**822,985**
General Interest Rate Risk	1,374,388	1,374,388	822,985	822,985
(i) Net Long or Short Position	1,374,388	1,374,388	822,985	822,985
(ii) Horizontal Disallowance	-	-	-	-
(iii) Vertical Disallowance	-	-	-	-
(iv) Options	-	-	-	-
Specific Interest Rate Risk	-	-	-	-
(b) Capital Charge for Equity	**176,107**	**176,107**	**197,357**	**197,357**
(i) General Equity Risk	93,173	93,173	105,438	105,438
(ii) Specific Equity Risk	82,934	82,934	91,919	91,919
(c) Capital Charge for Foreign Exchange & Gold	**1,078,135**	**1,078,591**	**1,597,035**	**1,597,792**
Total Capital Charge for Market Risk [(a)+(b)+(c)]	**2,628,630**	**2,629,086**	**2,617,377**	**2,618,134**
Total Risk Weighted Amount for Market Risk	**18,775,929**	**18,779,186**	**18,695,550**	**18,700,957**

Disclosure 10 : Operational Risk under Basic Indicator Approach

Operational Risk under Basic Indicator Approach -Bank

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000)as at 31.03.2026		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		114,916,048	208,647,118	251,567,082
Capital Charges for Operational Risk(LKR'000)					**28,756,512**
Risk Weighted Amount for Operational Risk(LKR'000)					**205,403,660**

Operational Risk under Basic Indicator Approach -Group

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000)as at 31.03.2026		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		116,143,422	216,895,550	253,704,165
Capital Charges for Operational Risk(LKR'000)					**29,337,157**
Risk Weighted Amount for Operational Risk(LKR'000)					**209,551,120**