

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	30.06.2026		31.03.2026	
	Bank	Group	Bank	Group
Basel III				
Regulatory Capital (LKR'000)				
Common Equity Tier 1	266,406,046	278,040,498	244,432,888	256,406,376
Tier 1 Capital	284,756,046	296,390,498	262,782,888	274,756,376
Total Capital	368,018,305	382,008,658	348,747,993	363,652,800
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital Ratio (Minimum Requirement- 8.50%)	12.47	12.56	12.13	12.14
Tier 1 Capital Ratio (Minimum Requirement- 10.00%)	13.32	13.39	13.04	13.01
Total Capital Ratio (Minimum Requirement- 15.00%)	17.22	17.26	17.31	17.22
Leverage Ratio (Minimum Requirement- 3.00%)	4.89	4.96	4.52	4.65

Item	Bank	
	30.06.2026	31.03.2026
Regulatory Liquidity		
Total Stock of High Quality Liquid Asset (LKR'000)	1,852,599,779	2,147,886,333
Liquidity Coverage Ratio (%) - Rupee (Minimum Requirement 2023-100%, 2022- 100%)	283.00	274.00
Liquidity Coverage Ratio (%) - All Currency (Minimum Requirement 2023-100%, 2022-100%)	255.90	257.55
Net Stable Funding Ratio (%) (Minimum Requirement 2023- 100%, 2022 -100%)	155.19	153.36

Disclosure 2 : Basel III Computation of Capital Ratios

Item	30.06.2026		31.03.2026	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Common Equity Tier 1 (CET 1) Capital after Adjustments	266,406,046	278,040,498	244,432,888	256,406,376
Common Equity Tier 1 (CET 1) Capital	300,472,206	309,068,703	282,453,010	291,515,409
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)	197,328,790	200,026,018	204,351,656	207,043,409
Published Accumulated other Comprehensive Income(OCI)	18,478,294	24,179,986	14,433,009	20,606,078
General and other Disclosed Reserves	669,067	866,644	669,067	866,644
Unpublished current year's profit/(losses) and gains reflected in OCI	39,792,055	39,792,055	18,795,278	18,795,278
Ordinary shares issued by consolidated banking and financial subsidiaries held by third parties	-	-	-	-
Total Adjustments to CET 1 Capital	34,066,160	31,028,205	38,020,122	35,109,033
Goodwill(net)	-	-	-	-
Intangible Assests (net)	2,948,797	3,330,707	3,132,433	3,518,088
Revaluation losses of property, plant and equipment	-	-	-	-
Deferred tax assets (net)	24,172,834	24,313,123	26,813,846	26,954,135
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	3,441,025	3,354,298	4,250,076	4,496,015
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	3,473,427	-	3,682,972	-
Shortfall of capital in financial subsidiaries	30,077	30,077	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	83,262,259	85,618,161	85,965,106	88,896,424
Tier 2 Capital	83,262,259	85,618,161	85,965,106	88,896,424
Qualifying Tier 2 Capital Instruments	47,562,288	49,018,500	51,482,345	53,263,123
Revaluation Gains	12,094,493	12,094,493	12,094,493	12,094,493
General Provisions	23,605,478	24,505,168	22,388,267	23,538,808
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	266,406,046	278,040,498	244,432,888	256,406,376
Total Tier 1 Capital	284,756,046	296,390,498	262,782,888	274,756,376
Total Capital	368,018,305	382,008,658	348,747,993	363,652,800

Item	30.06.2026		31.03.2026	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Total Risk Weighted Assets (RWA)	2,137,173,283	2,213,366,848	2,015,240,978	2,111,434,916
RWAs for Credit Risk	1,888,438,217	1,960,413,420	1,791,061,389	1,883,104,609
RWAs for Market Risk	21,375,371	21,381,864	18,775,929	18,779,186
RWAs for Operational Risk	227,359,695	231,571,564	205,403,660	209,551,120
CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D-SIBs)(%)	12.47	12.56	12.13	12.14
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(%)	13.32	13.39	13.04	13.01
Total Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D- SIBs)(%)	17.22	17.26	17.31	17.22
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	30.06.2026		31.03.2026	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Tier 1 Capital	284,756,046	296,390,498	262,782,888	274,756,376
Total Exposures	5,826,868,148	5,978,383,833	5,813,261,898	5,914,066,080
On-Balance Sheet Items (Excluding Derivatives and Securities Financing Transactions, but including Collateral)	5,336,136,627	5,486,615,129	5,363,459,037	5,464,773,094
Derivative Exposures	14,609,717	14,609,717	14,090,775	14,090,775
Securities Financing Transaction Exposures	290,206,118	291,243,302	248,731,172	248,221,297
Other Off- Balance Sheet Exposures	185,915,686	185,915,686	186,980,915	186,980,915
Basel III Leverage Ratio (%) (Tier 1 Capital/Total Exposure)	4.89	4.96	4.52	4.65

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

Item	30.06.2026	31.03.2026
	LKR'000	LKR'000
Total Available Stable Funding	3,633,875,321	3,531,746,027
Required Stable Funding - On Balance Sheet Assets	2,325,508,491	2,285,325,618
Required Stable Funding - Off Balance Sheet Assets	15,983,147	17,626,969
Total Required Stable Funding	2,341,491,638	2,302,952,587
NSFR	155.19%	153.36%

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

Item	Amount (LKR'000)			
	30.06.2026		31.03.2026	
	Total Un-Weighted Value	Total Weighted Value	Total Un-Weighted Value	Total Weighted Value
Total Stock of High -Quality Liquid Asset (HQLA)	1,858,985,040	1,852,599,780	2,154,044,555	2,147,886,333
Total Adjusted Level I Assets	1,816,235,017	1,816,235,017	2,104,301,142	2,104,301,142
Level 1 Assets	1,817,528,975	1,817,528,975	2,114,412,714	2,114,412,714
Total Adjusted Level 2A Assets	40,979,349	34,832,447	39,021,994	33,168,695
Level 2A Assets	40,979,349	34,832,447	39,021,994	33,168,695
Total Adjusted Level 2B Assets	476,716	238,358	609,848	304,924
Level 2B Assets	476,716	238,358	609,848	304,924
Total Cash Outflows	4,998,138,545	1,003,469,290	5,164,314,324	1,131,274,373
Deposits	2,667,515,982	266,751,598	2,414,714,156	241,471,416
Unsecured Wholesale Funding	1,648,196,275	672,533,781	1,914,167,193	769,159,051
Secured Funding Transactions	60,597,364	-	123,080,217	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	601,585,251	43,940,237	638,683,958	46,975,106
Additional Requirements	20,243,673	20,243,673	73,668,800	73,668,800
Total Cash Inflows	435,489,956	279,525,255	511,339,944	297,290,194
Maturing Secured Lending Transaction Backed by Collateral	40,000,000	-	93,029,000	-
Committed Facilities	5,000,000	-	5,000,000	-
Other Inflows by Counterparty which are Maturing Within 30 Days	340,057,936	258,126,507	300,173,327	222,438,129
Operational Deposits	29,033,272	-	38,285,552	-
Other Cash Inflows	21,398,748	21,398,748	74,852,066	74,852,066
Liquidity Coverage Ratio (%) (Stock of High quality Liquid Assets /Total Net Cash Outflows over the Next 30 Calendar Days)*100		255.90		257.55

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 Instrument	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)	335,000	15,288	515,000	1,947,000	5,000,000
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 Instrument	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)	9,750,000	12,000,000	17,832,600	167,400
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 30.06.2026					
	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 Government and CBSL	2,835,415,266	25,064,867	2,835,415,266	5,012,973	122,926,974	4.33%
Claims on Foreign Sovereigns and their Central Bank	86,473,675	-	86,473,675	-	123,227,152	142.50%
Claims on Public Sector Entities	217,861,756	100,019,591	32,224,600	8,209,226	25,457,707	62.96%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	249,168,047	52,019,780	249,168,047	52,019,780	139,948,556	46.47%
Claims on Financial Institutions	59,214,978	-	59,214,978	-	31,510,726	53.21%
Claims on Corporates	320,229,903	213,999,377	266,295,149	37,791,032	289,819,272	95.31%
Retail Claims	883,527,575	303,306,674	805,508,041	-	651,674,273	80.90%
Claims Secured by Gold	250,589,075	-	250,589,075	-	91,315	0.04%
Claims Secured by Residential Property	92,051,575	-	92,051,575	-	39,610,129	43.03%
Claims secured by Commercial Real Estate	59,005,117	-	59,005,117	-	59,005,117	100.00%
Non- Performing Assets (NPAs)	138,782,356	-	138,782,356	-	182,291,108	131.35%
Higher - risk Categories	2,733,205	-	2,733,205	-	6,833,012	250.00%
Cash Items and Other Assets	262,995,393	42,478,398	262,995,393	42,478,398	216,042,875	70.72%
Total	5,458,047,921	736,888,687	5,140,456,477	145,511,410	1,888,438,217	35.73%

Credit Risk Under Standardised Approach

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

Asset Class	Amount (LKR'000) as at 30.06.2026					
	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 Government and CBSL	2,847,414,893	25,064,867	2,847,414,893	5,012,973	122,926,974	4.31%
Claims on Foreign Sovereigns and their Central Bank	86,473,675	-	86,473,675	-	123,227,152	142.50%
Claims on Public Sector Entities	247,348,485	100,019,591	32,224,600	8,209,226	25,457,707	62.96%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	249,757,975	52,019,780	249,757,975	52,019,780	140,538,484	46.57%
Claims on Financial Institutions	59,214,978	-	59,214,978	-	31,510,726	53.21%
Claims on Corporates	381,247,553	213,999,377	327,312,799	37,791,032	350,836,922	96.09%
Retail Claims	883,527,575	303,306,674	805,508,041	-	651,674,273	80.90%
Claims Secured by Gold	259,922,624	-	259,922,624	-	686,179	0.26%
Claims Secured by Residential Property	92,051,575	-	92,051,575	-	39,610,129	43.03%
Claims secured by Commercial Real Estate	59,005,117	-	59,005,117	-	59,005,117	100.00%
Non- Performing Assets (NPAs)	138,782,356	-	138,782,356	-	182,291,108	131.35%
Higher - risk Categories	-	-	-	-	-	-
Cash Items and Other Assets	282,229,191	42,478,398	282,229,191	42,478,398	232,648,649	71.65%
Total	5,586,975,997	736,888,687	5,239,897,824	145,511,410	1,960,413,420	36.40%

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

Description		Amount (LKR'000)as at 30.06.2026 (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		2,225,357,530	610,057,737							2,835,415,266
Claims on Foreign Sovereigns and their Central Bank				5,705,563			1,555,594	79,212,518		86,473,675
Claims on public Sector Entities			18,173,498	-			14,051,102			32,224,600
Claims on Official Entities and Multilateral Development Banks										-
Claims on Banks Exposures			125,400,030	70,689,132			53,078,886			249,168,047
Claims on Financial Institutions			2,999,968	50,608,554			5,606,456	-		59,214,978
Claims on Corporates			14,817,265	3,578,926			247,695,205	203,753		266,295,149
Retail Claims			990,112		3,481,660	606,596,058	194,440,211			805,508,041
Claims Secured by Gold		250,137,056	450,881				1,138			250,589,075
Claims Secured by Residential Property				80,679,147			11,372,427			92,051,575
Claims secured by Commercial Real Estate							59,005,117			59,005,117
Non- Performing Assests(NPAs)							51,764,853	87,017,503		138,782,356
Higher -risk Categories									2,733,205	2,733,205
Cash Item and Other Assests		76,830,617	15,750,374				170,414,402			262,995,393
Total		2,552,325,202	788,639,864	211,261,322	3,481,660	606,596,058	808,985,391	166,433,774	2,733,205	5,140,456,477

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

Description		Amount (LKR'000)as at 30.06.2026 (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		2,237,357,157	610,057,737							2,847,414,893
Claims on Foreign Sovereigns and their Central Bank				5,705,563			1,555,594	79,212,518		86,473,675
Claims on public Sector Entities			18,173,498	-			14,051,102			32,224,600
Claims on Official Entities and Multilateral Development Banks										-
Claims on Banks Exposures			125,400,030	70,689,132			53,668,813			249,757,975
Claims on Financial Institutions			2,999,968	50,608,554			5,606,456	-		59,214,978
Claims on Corporates			14,817,265	3,578,926			308,712,855	203,753		327,312,799
Retail Claims			990,112		3,481,660	606,596,058	194,440,211			805,508,041
Claims Secured by Gold	258,875,741		450,881				596,002			259,922,624
Claims Secured by Residential Property				80,679,147			11,372,427			92,051,575
Claims secured by Commercial Real Estate							59,005,117			59,005,117
Non- Performing Assests(NPAs)							51,764,853	87,017,503		138,782,356
Higher -risk Categories									-	-
Cash Item and Other Assests		79,458,641	15,750,374				187,020,176			282,229,191
Total		2,575,691,538	788,639,864	211,261,322	3,481,660	606,596,058	887,793,607	166,433,774	-	5,239,897,824

Disclosure 9 : Market Risk under Standardised Measurement Method

Item	30.06.2026		31.03.2026	
	Bank (LKR'000)	Group (LKR'000)	Bank (LKR'000)	Group (LKR'000)
(a) Capital Charge for Interest Rate Risk	1,599,798	1,599,798	1,374,388	1,374,388
General Interest Rate Risk	1,599,798	1,599,798	1,374,388	1,374,388
(i) Net Long or Short Position	1,599,798	1,599,798	1,374,388	1,374,388
(ii) Horizontal Disallowance	-	-	-	-
(iii) Vertical Disallowance	-	-	-	-
(iv) Options	-	-	-	-
Specific Interest Rate Risk	-	-	-	-
(b) Capital Charge for Equity	141,960	141,960	176,107	176,107
(i) General Equity Risk	75,063	75,063	93,173	93,173
(ii) Specific Equity Risk	66,897	66,897	82,934	82,934
(c) Capital Charge for Foreign Exchange & Gold	1,250,794	1,251,703	1,078,135	1,078,591
Total Capital Charge for Market Risk [(a)+(b)+(c)]	2,992,552	2,993,461	2,628,630	2,629,086
Total Risk Weighted Amount for Market Risk	21,375,371	21,381,864	18,775,929	18,779,186

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 30.06.2026		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		144,474,997	233,293,937	258,838,212
Capital Charges for Operational Risk(LKR'000)					31,830,357
Risk Weighted Amount for Operational Risk(LKR'000)					227,359,695

Operational Risk under Basic Indicator Approach -Group

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30.06.2026		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		145,842,372	241,422,071	261,135,935
Capital Charges for Operational Risk(LKR'000)					32,420,019
Risk Weighted Amount for Operational Risk(LKR'000)					231,571,564