



**BASEL III- DISCLOSURES**  
**as at 30 June 2018**  
**(Un -audited)**

**Bank of Ceylon**

## Key Regulatory Ratios- Capital and Liquidity

Item	Bank		Group	
	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017
<b>Basel III</b>				
<b>Regulatory Capital (LKR'000)</b>				
Common Equity Tier 1	91,939,701	92,596,974	98,878,910	99,289,566
Tier 1 Capital	91,939,701	92,596,974	98,878,910	99,289,566
Total Capital	126,681,806	125,460,069	135,016,024	132,382,713
<b>Regulatory Capital Ratios (%)</b>				
Common Equity Tier 1 Capital Ratio (Minimum Requirement- 7.375%)	9.92%	10.77%	10.09%	10.87%
Tier 1 Capital Ratio (Minimum Requirement- 8.875%)	9.92%	10.77%	10.09%	10.87%
Total Capital Ratio (Minimum Requirement- 12.875%)	13.66%	14.59%	13.77%	14.49%

Item	Bank	
	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017
<b>Regulatory Liquidity</b>		
Statutory Liquid Assests - Domestic (LKR '000)	494,940,025	477,892,172
Statutory Liquid Assests - FCBU (USD '000)	740,399	878,439
<b>Statutory Liquid Assests Ratio (Minimum Requirement- 20%)</b>		
Domestic Banking Unit (%)	26.13	27.22
Off -Shore Banking Unit(%)	51.92	21.91
Liquidity Coverage Ratio (%) - Rupee (Minimum Requirement 2018 -90%, 2017 - 80%)	155.15	141.46
Liquidity Coverage Ratio (%) - All Currency (Minimum Requirement 2018-90%, 2017 - 80%)	113.48	105.04

Basel III new guidelines were implemented w.e.f. 01st July 2017

Basel III Computation of Capital Ratios -30.06.2018

Item	Bank		Group	
	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017
	LKR'000	LKR'000	LKR'000	LKR'000
<b>Common Equity Tier 1 ( CET 1) Capital after Adjustments</b>	<b>91,939,701</b>	<b>92,596,974</b>	<b>98,878,910</b>	<b>99,289,566</b>
<b>Common Equity Tier 1 ( CET 1) Capital</b>	<b>97,701,176</b>	<b>97,701,176</b>	<b>100,813,614</b>	<b>100,813,614</b>
Equity Capital ( Stated Capital)/ Assigned Capital	20,000,000	20,000,000	20,000,000	20,000,000
Reserve Fund	10,427,000	10,427,000	10,427,000	10,427,000
Published Retained Earnings/(Accumulated Retained Losses)	63,472,250	63,472,250	65,100,871	65,100,871
Published Accumulated other Comprehensive Income(OCI)	2,231,116	2,231,116	2,856,370	2,856,370
General and other Disclosed Reserves	1,570,810	1,570,810	2,429,373	2,429,373
Unpublished current year's profit/(losses) and gains reflected in OCI			-	-
Ordinary shares issued by consolidated banking and financial subsidiaries held by third parties			-	-
<b>Total Adjustments to CET 1 Capital</b>	<b>5,761,475</b>	<b>5,104,201</b>	<b>1,934,704</b>	<b>1,524,047</b>
Goodwill(net)	-	-	-	-
Intangible Assests (net)	1,195,476	810,729	1,212,493	1,074,435
Revaluation losses of property, plant and equipment	180,879		180,879	
Deferred tax assets (net)	-		6,696	8,621
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	541,092	449,444	534,636	440,991
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	3,844,028	3,844,028	-	-
<b>Additional Tier 1 (AT I) capital after adjustment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Additional Tier 1 (AT I) capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Qualifying Additional Tier 1 Capital Instruments	-	-	-	-
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustments to AT 1 Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Investment in Own Shares others ( specify)	-	-	-	-
<b>Tier 2 Capital after Adjustments</b>	<b>34,742,105</b>	<b>32,863,095</b>	<b>36,137,114</b>	<b>33,093,147</b>
<b>Tier 2 Capital</b>	<b>36,923,393</b>	<b>34,275,944</b>	<b>38,180,213</b>	<b>34,275,944</b>
Qualifying Tier 2 Capital Instruments	24,530,758	26,348,597	25,787,578	26,348,597
Revaluation Gains	6,556,298	2,373,396	6,556,298	2,373,396
General Provisions	5,836,337	5,553,951	5,836,337	5,553,951
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustment to Tier 2</b>	<b>2,181,288</b>	<b>1,412,849</b>	<b>2,043,099</b>	<b>1,182,797</b>
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	2,067,768	1,205,469	2,043,099	1,182,797
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	113,520	207,380	-	-
<b>CET I Capital</b>	<b>91,939,701</b>	<b>92,596,974</b>	<b>98,878,910</b>	<b>99,289,566</b>
<b>Total Tier 1 Capital</b>	<b>91,939,701</b>	<b>92,596,974</b>	<b>98,878,910</b>	<b>99,289,566</b>
<b>Total Capital</b>	<b>126,681,806</b>	<b>125,460,069</b>	<b>135,016,024</b>	<b>132,382,713</b>

Item	Bank		Grup	
	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017	Reporting Period 30.06.2018	Previous Reporting Period 31.12.2017
	LKR'000	LKR'000	LKR'000	LKR'000
<b>Total Risk Weighted Assets (RWA)</b>	<b>927,098,406</b>	<b>859,663,681</b>	<b>980,381,866</b>	<b>913,616,033</b>
RWAs for Credit Risk	836,670,910	764,409,191	882,768,318	808,714,937
RWAs for Market Risk	7,164,466	7,848,707	7,164,466	7,848,707
RWAs for Operational Risk	83,263,030	87,405,782	90,449,082	97,052,389
<b>CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer &amp; Surcharge on D-SIBs)(%)</b>	<b>9.92%</b>	<b>10.77%</b>	<b>10.09%</b>	<b>10.87%</b>
of which :Capital Conservation Buffer (%)	1.875%	1.25%	1.875%	1.25%
of which :Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.00%	0.50%	1.00%	0.50%
<b>Total Tier 1 Capital Ratio(%)</b>	<b>9.92%</b>	<b>10.77%</b>	<b>10.09%</b>	<b>10.87%</b>
<b>Total Capital Ratio ( including Capital Conservation Buffer,Countercyclical Capital Buffer &amp; Surcharng on D- SIBs)(%)</b>	<b>13.66%</b>	<b>14.59%</b>	<b>13.77%</b>	<b>14.49%</b>
of which : Capital Conservation Buffer (%)	1.875%	1.250%	1.875%	1.250%
of which: Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.00%	0.50%	1.00%	0.50%

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

Item	Amount (LKR'000)			
	Reporting Period 30.06.2018		Previous Reporting Period 31.12.2017	
	Total Un-Weighted Value	Total Weighted Value	Total Un- Weighted Value	Total Weighted Value
<b>Total Stock of High -Quality Liquid Asset (HQLA)</b>	<b>325,771,526</b>	<b>324,103,816</b>	<b>299,081,569</b>	<b>297,359,897</b>
<b>Total Adjusted Level I Assets</b>	<b>326,060,061</b>	<b>326,060,061</b>	<b>295,987,317</b>	<b>295,987,317</b>
Level 1 Assets	322,016,106	322,016,106	295,568,225	295,568,225
<b>Total Adjusted Level 2A Assets</b>	<b>600,000</b>	<b>510,000</b>	<b>100,000</b>	<b>85,000</b>
Level 2A Assets	600,000	510,000	100,000	85,000
<b>Total Adjusted Level 2B Assets</b>	<b>3,155,420</b>	<b>1,577,710</b>	<b>3,413,344</b>	<b>1,706,672</b>
Level 2B Assets	3,155,420	1,577,710	3,413,344	1,706,672
<b>Total Cash Outflows</b>	<b>2,060,201,815</b>	<b>319,157,368</b>	<b>1,896,131,889</b>	<b>319,951,612</b>
Deposits	1,193,352,958	119,335,296	1,090,725,752	109,072,575
Unsecured Wholesale Funding	399,521,771	170,478,394	428,492,592	185,171,536
Secured Funding Transactions	38,537,296	-	23,782,957	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	428,537,348	29,091,235	353,086,993	25,663,907
Additional Requirements	252,442	252,442	43,595	43,595
<b>Total Cash Inflows</b>	<b>59,314,178</b>	<b>33,564,060</b>	<b>78,429,645</b>	<b>36,858,631</b>
Maturing Secured Lending Transaction Backed by Collateral	-	-	18,388,000	-
Committed Facilities	5,000,000	-	-	-
Other Inflows by Counterparty which are Maturing Within 30 Days	43,232,288	33,564,060	46,347,809	36,858,631
Operational Deposits	11,081,890	-	13,693,836	-
Other Cash Inflows	-	-	-	-
<b>Liquidity Coverage Ratio (%) (Stock of High quality Liquid Assets /Total Net Cash Outflows over the Next 30 Calender Days)*100</b>		<b>113.48%</b>		<b>105.04%</b>

## 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	LK0357D20405	LK0357D20421	LK0357D20447	LK0357D20462	LK0357D20439
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	25-Oct-13	25-Oct-13	25-Oct-13	25-Oct-13	25-Oct-13
Par Value of Instrument -LKR	100	100	100	100	100
Issued quantity ( No of Debentures)	37,843,000	2,155,000	2,000	11,990,000	10,000
Issued Quantity (LKR'000)	3,784,300	215,500	200	1,199,000	1,000
Perpetual or Dated					
Original Maturity Date, if Applicable	24-Oct-18	25-Oct-18	26-Oct-18	24-Oct-21	24-Oct-21
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	378,430	21,550	20	839,300	700
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
<b>Coupons/Dividends</b>					
Fixed or Floting Dividend/Coupon	FIXED	FIXED	FLOATING	FIXED	FLOATING
Coupon Rate and any Related Index %	13.00	12.60	12.99	13.25	12.99
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
<b>Convertible or Non-Convertible</b>	Non Convertible	Non Convertible	Non Convertible	Non Convertible	Non Convertible

Description of the Capital Instrument					
Issuer	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon
Unique Identifier	LK0357D20454	LK0357D20470	LK0357D22500	LK0357D22534	LK0357D22526
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	25-Oct-13	25-Oct-13	22-Sep-14	22-Sep-14	22-Sep-14
Par Value of Instrument -LKR	100	100	100	100	100
Issued quantity ( No of Debentures)	12,000,000	16,000,000	51,256,350	2,157,800	8,250,600
Issued Quantity (LKR'000)	1,200,000	1,600,000	5,125,635	215,780	825,060
Perpetual or Dated					
Original Maturity Date, if Applicable	24-Oct-22	24-Oct-23	21-Sep-19	21-Sep-19	21-Sep-19
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	1,080,000	1,600,000	1,537,691	64,734	247,518
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
<b>Coupons/Dividends</b>					
Fixed or Floting Dividend/Coupon	FIXED	FIXED	FIXED	FIXED	FLOATING
Coupon Rate and any Related Index %	13.25	13.25	8.00	7.75	10.43
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
<b>Convertible or Non-Convertible</b>	Non Convertible	Non Convertible	Non Convertible	Non Convertible	Non Convertible

Description of the Capital Instrument					
Issuer	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon
Unique Identifier	LK0357D22542	LK0357D22559	LK0357D23201	LK0357D23185	LK0357D23193
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	22-Sep-14	22-Sep-14	6-Oct-15	6-Oct-15	6-Oct-15
Par Value of Instrument -LKR	100	100	100	100	100
Issued quantity ( No of Debentures)	18,334,950	300	2,885,900	122,200	44,783,860
Issued Quantity (LKR'000)	1,833,495	30	288,590	12,220	4,478,386
Perpetual or Dated					
Original Maturity Date, if Applicable	21-Sep-22	21-Sep-22	5-Oct-20	5-Oct-20	5-Oct-20
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	1,650,146	27	144,295	6,110	2,239,193
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
<b>Coupons/Dividends</b>					
Fixed or Floting Dividend/Coupon	FIXED	FLOATING	FIXED	FIXED	FLOATING
Coupon Rate and any Related Index %	8.25	10.43	8.25	8.00	13.05
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
<b>Convertible or Non-Convertible</b>	Non Convertible	Non Convertible	Non Convertible	Non Convertible	Non Convertible

### 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	LK0357D23177	LK0357D23219	LK0357D23763	LK0357D23797	LK0357D23771
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	6-Oct-15	6-Oct-15	29-Dec-16	29-Dec-16	29-Dec-16
Par Value of Instrument -LKR	100	100	100	100	100
Issued quantity ( No of Debentures)	11,802,560	20,405,480	79,981,764	10,200	7,836
Issued Quantity (LKR'000)	1,180,256	2,040,548	7,998,176	1,020	784
Perpetual or Dated					
Original Maturity Date, if Applicable	5-Oct-23	5-Oct-23	28-Dec-21	28-Dec-21	28-Dec-24
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	1,180,256	2,040,548	5,598,723	714	784
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
<b>Coupons/Dividends</b>					
Fixed or Floting Dividend/Coupon	FIXED	FLOATING	FIXED	FLOATING	FIXED
Coupon Rate and any Related Index	9.50	13.05	13.25	12.68	12.75
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
<b>Convertible or Non-Convertible</b>	Non Convertible	Non Convertible	Non Convertible	Non Convertible	Non Convertible

Description of the Capital Instrument			
Issuer	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon
Unique Identifier	LK0357D23789		
Governing Laws of the Instrument	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka
Original Date of Issuance	29-Dec-16	29-Dec-17	29-Dec-17
Par Value of Instrument -LKR	100	100	100
Issued quantity ( No of Debentures)	200	50,000,000	10,000,000
Issued Quantity (LKR'000)	20	5,000,000	1,000,000
Perpetual or Dated			
Original Maturity Date, if Applicable	28-Dec-24	28-Dec-25	28-Dec-22
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	20	5,000,000	900,000
Accounting Classification (equity/Liability)	Liability	Liability	Liability
<b>Coupons/Dividends</b>			
Fixed or Floting Dividend/Coupon	FLOATING	FIXED	FIXED
Coupon Rate and any Related Index %	12.68	12.75	12.50
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
<b>Convertible or Non-Convertible</b>	Non Convertible	Non Convertible	Non Convertible

**Credit Risk Under Standardised Approach  
Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects -Bank**

Asset Class	Amount (LKR'000) as at 30.06.2018					
	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	746,227,281	15,037,480	746,227,281	3,007,496	43,319,798	5.78%
Claims on Foreign Sovereigns and their Central Bank	15,100,892	-	15,100,892	-	14,343,498	94.98%
Claims on Public Sector Entities	260,652,500	167,870,105	29,890,309	5,503,860	35,394,168	100.00%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	29,849,705	23,670,824	29,849,705	23,670,824	27,894,854	52.12%
Claims on Financial Institutions	15,025,673	-	15,025,673	-	8,454,306	56.27%
Claims on Corporates	224,181,817	179,218,447	194,757,788	43,229,634	228,104,861	95.85%
Retail Claims	432,573,791	73,459,860	396,076,038	-	321,185,335	81.09%
Claims Secured by Gold	49,439,819	-	49,439,819	-	1,477,230	2.99%
Claims Secured by Residential Property	67,154,325	-	67,154,325	-	45,285,560	67.44%
Claims secured by Commercial Real Estate	15,801,515	-	15,801,515	-	15,801,515	100.00%
Non- Performing Assets (NPAs)	21,954,840	-	21,954,840	-	31,424,129	143.13%
Higher - risk Categories	977,012	-	977,012	-	2,442,530	250.00%
Cash Items and Other Assets	101,727,375	15,021,409	101,727,375	15,021,409	61,543,127	52.71%
<b>Total</b>	<b>1,980,666,545</b>	<b>474,278,126</b>	<b>1,683,982,572</b>	<b>90,433,223</b>	<b>836,670,910</b>	<b>47.15%</b>

**Credit Risk Under Standardised Approach  
Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects -Group**

Asset Class	Amount (LKR'000) as at 30.06.2018					
	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	751,274,368	15,037,480	751,274,368	3,007,496	43,319,798	5.74%
Claims on Foreign Sovereigns and their Central Bank	15,100,892	-	15,100,892	-	14,343,498	94.98%
Claims on Public Sector Entities	288,722,662	167,870,105	29,890,309	5,503,860	35,394,168	100.00%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	29,880,829	23,670,824	29,880,829	23,670,824	27,925,978	52.15%
Claims on Financial Institutions	15,025,673	-	15,025,673	-	8,454,306	56.27%
Claims on Corporates	254,414,657	179,218,447	224,990,628	43,229,634	258,337,701	96.32%
Retail Claims	432,573,791	73,459,860	396,076,038	-	321,185,335	81.09%
Claims Secured by Gold	49,439,819	-	49,439,819	-	1,477,230	2.99%
Claims Secured by Residential Property	67,154,325	-	67,154,325	-	45,285,560	67.44%
Claims secured by Commercial Real Estate	15,801,515	-	15,801,515	-	15,801,515	100.00%
Non- Performing Assets (NPAs)	21,954,840	-	21,954,840	-	31,424,129	143.13%
Higher - risk Categories	162,300	-	162,300	-	405,750	250.00%
Cash Items and Other Assets	119,759,337	15,021,409	119,759,337	15,021,409	79,413,350	58.92%
<b>Total</b>	<b>2,061,265,009</b>	<b>474,278,126</b>	<b>1,736,510,874</b>	<b>90,433,223</b>	<b>882,768,318</b>	<b>48.32%</b>

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

Description		Amount (LKR'000)as at 30.06.2018 (Post CCF & CRM)							Total Credit Exposures Amount
Asset Classes	Risk Weight	0%	20%	50%	75%	100%	150%	>150%	
Claims on Central Government and Central Bank of Sri Lanka		530,246,177	215,981,104						746,227,281
Claims on Foreign Sovereigns and their Central Bank				1,514,788		13,586,104			15,100,892
Claims on public Sector Entities						29,890,309			29,890,309
Claims on Official Entities and Multilateral Development Banks									-
Claims on Banks Exposures			14,936,556	1,902,125		13,011,024			29,849,705
Claims on Financial Institutions			2,096,200	9,788,814		3,140,659			15,025,673
Claims on Corporates			8,607,664	2,684,567		183,465,557			194,757,788
Retail Claims					299,562,814	96,513,225			396,076,038
Claims Secured by Gold		42,053,671	7,386,148						49,439,819
Claims Secured by Commercial Residential Property				43,737,530		23,416,795			67,154,325
Claims secured by Commercial Real Estate						15,801,515			15,801,515
Non- Performing Assests(NPAs)						3,016,260	18,938,579		21,954,840
Higher -risk Categories								977,012	977,012
Cash Item and Other Assests		44,462,681	13,428,721			43,835,973			101,727,375
<b>Total</b>		<b>616,762,529</b>	<b>262,436,394</b>	<b>59,627,824</b>	<b>299,562,814</b>	<b>425,677,421</b>	<b>18,938,579</b>	<b>977,012</b>	<b>1,683,982,572</b>

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

Description		Amount (LKR'000)as at 30.06.2018(Post CCF & CRM)							Total Credit Exposures Amount
Asset Classes	Risk Weight	0%	20%	50%	75%	100%	150%	>150%	
Claims on Central Government and Central Bank of Sri Lanka		535,293,264	215,981,104						751,274,368
Claims on Foreign Sovereigns and their Central Bank				1,514,788		13,586,104			15,100,892
Claims on public Sector Entities						29,890,309			29,890,309
Claims on Official Entities and Multilateral Development Banks									-
Claims on Banks Exposures			14,936,557	1,902,125		13,042,148			29,880,830
Claims on Financial Institutions			2,096,200	9,788,814		3,140,659			15,025,673
Claims on Corporates			8,607,664	2,684,567		213,698,397			224,990,628
Retail Claims					299,562,814	96,513,225			396,076,038
Claims Secured by Gold		42,053,671	7,386,148						49,439,819
Claims Secured by Commercial Residential Property				43,737,530		23,416,795			67,154,325
Claims secured by Commercial Real Estate						15,801,515			15,801,515
Non- Performing Assests(NPAs)						3,016,260	18,938,579		21,954,840
Higher -risk Categories								162,300	162,300
Cash Item and Other Assests		44,624,420	13,428,721			61,706,196			119,759,337
<b>Total</b>		<b>621,971,355</b>	<b>262,436,394</b>	<b>59,627,824</b>	<b>299,562,814</b>	<b>473,811,608</b>	<b>18,938,579</b>	<b>162,300</b>	<b>1,736,510,875</b>

Market Risk under Standardised Measurement Method

Item	30.06.2018	
	Bank (LKR'000)	Group (LKR'000)
<b>(a) Capital Charge for Interest Rate Risk</b>	<b>265,361</b>	<b>265,361</b>
General Interest Rate Risk	265,361	265,361
(i) Net Long or Short Position	265,361	265,361
(ii) Horizontal Disallowance	-	-
(iii) Vertical Disallowance	-	-
(iv) Options	-	-
Specific Interest Rate Risk	-	-
<b>(b) Capital Charge for Equity</b>	<b>627,242</b>	<b>627,242</b>
(i) General Equity Risk	328,557	328,557
(ii) Specific Equity Risk	298,685	298,685
<b>(c) Capital Charge for Foreign Exchange &amp; Gold</b>	<b>29,822</b>	<b>29,822</b>
<b>Total Capital Charge for Market Risk [(a)+(b)+(c)]</b>	<b>922,425</b>	<b>922,425</b>
<b>Total Risk Weighted Amount for Market Risk</b>	<b>7,164,466</b>	<b>7,164,466</b>

Operational Risk under Basic Indicator Approach -Bank

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30.06.2018		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		70,528,361	72,882,665	70,991,275
<b>Capital Charges for Operational Risk(LKR'000)</b>					<b>10,720,115</b>
<b>Risk Weighted Amount for Operational Risk(LKR'000)</b>					<b>83,263,030</b>

Operational Risk under Basic Indicator Approach -Group

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30.06.2018		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		72,026,540	80,834,532	80,045,313
<b>Capital Charges for Operational Risk(LKR'000)</b>					<b>11,645,319</b>
<b>Risk Weighted Amount for Operational Risk(LKR'000)</b>					<b>90,449,082</b>

**Differences between Accounting and Regulatory Scopes and Mapping of Financial Statement Categories with Regulatory Risk Categories-Bank only**

Item	Amount ( LKR'000) as at 30.06.2018				
	a	b	c	d	e
	Carrying Values Reported in Published Financial Statement	Carrying Values under Scope of Regulatory Reporting	Subject to Credit Risk Framework	Subject to Market Risk Framework	Not subject to Capital Requirements or Subject to Deduction from Capital
<b>Assets</b>	<b>1,986,674,317</b>	<b>2,004,743,037</b>	<b>1,996,223,146</b>	<b>21,312,977</b>	<b>9,715,907</b>
Cash and Cash Equivalents	63,161,538	45,409,797	45,409,797	130,404	-
Balances With Central Bank	70,207,428	70,584,167	70,584,167	-	-
Placements with Banks	13,833,511	17,961,720	17,961,720	-	-
Securities Purchased under resale agreements	-	5,000,000	5,000,000	-	-
Derivative Financial Instruments	31,858	-	-	-	-
Other Financial Assets Held-For -Trading	12,721,732	104,657,074	104,657,074	21,182,573	13,828
Financial Assets Designated at Fair Value through Profit or Loss	-	-	-	-	-
Loan and Receivables to Banks	200,397,921	10,134,775	10,134,775	-	-
Loan and Receivables to other customers	1,208,723,964	1,229,759,038	1,229,759,038	-	-
Financial Investment-Available for Sale	28,332,747	-	-	-	-
Financial Investment-Held -to-Maturity	318,060,397	438,617,881	434,770,018	-	3,847,863
Investments in Subsidiaries	6,513,048	6,488,048	1,829,308	-	4,658,740
investments in Associates and Joint Ventures	92,988	117,988	117,988	-	-
Property, plant and Equipment	23,714,859	18,671,480	18,671,480	-	-
Investment Properties	2,824,392	3,000,000	3,000,000	-	-
Goodwill and Intangible Assets	1,195,476	13,288	-	-	1,195,476
Deferred Tax Assets	-	-	-	-	-
Other Assets	36,862,459	54,327,781	54,327,781	-	-
<b>On Balance Sheet Liabilities</b>	<b>1,870,087,968</b>	<b>1,889,203,860</b>	-	-	-
Due to banks	2,951,736	2,850,806	-	-	-
Derivative Financial Instruments	406,403	-	-	-	-
Securities Sold under resale agreements	61,620,272	61,330,476	-	-	-
Other Financial Liabilities Held -For -Trading	-	-	-	-	-
Financial Liabilities Designated at Fair Value Through Profit or Loss	-	-	-	-	-
Due to Other Customers	1,617,377,662	1,589,128,891	-	-	-
Other Borrowings	122,260,999	119,933,540	-	-	-
Debt Securities Issued	-	-	-	-	-
Current Tax Liabilities	858,357	25,039,916.98	-	-	-
Deferred Tax Liabilities	5,926,384	-	-	-	-
Other Provisions	-	-	-	-	-
Other Liabilities	14,156,370	48,920,229	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debts	44,529,786	42,000,000	-	-	-
<b>Off-Balance Sheet Liabilities</b>	<b>504,541,936</b>	<b>522,849,183</b>	<b>522,849,183</b>	-	-
Guarantees	61,187,513	61,187,513	61,187,513	-	-
Performance Bonds	36,969,887	36,969,887	36,969,887	-	-
Letters of Credit	79,947,925	79,947,925	79,947,925	-	-
Other Contingent Items	86,767,173	86,767,173	86,767,173	-	-
Undrawn Loan Commitment	35,192,087	35,192,087	35,192,087	-	-
Other Commitments	204,477,351	222,784,598	222,784,598	-	-
<b>Shareholder's Equity</b>	<b>20,000,000</b>	<b>20,000,000</b>	-	-	-
<b>Equity Capital (Stated Capital)/Assigned Capital</b>					
of which Amount Eligible for CET 1	20,000,000	20,000,000	-	-	-
of which Amount Eligible FOR AT1	-	-	-	-	-
Retained Earnings	69,470,270	73,222,590	-	-	-
Other Reserves	27,116,080	22,316,586.03	-	-	-
<b>Total Shareholder's Equity</b>	<b>116,586,349</b>	<b>115,539,176</b>	-	-	-
<b>Total On -Balance Sheet Liabilities &amp; Equity Capital and Reserves</b>	<b>1,986,674,317</b>	<b>2,004,743,037</b>	-	-	-