## 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 | 30.06.2022 | |
|---|---|---|
| | Bank | Group |
| **Basel III** | | |
| **Regulatory Capital (LKR'000)** | | |
| Common Equity Tier 1 | 182,705,899 | 189,862,933 |
| Tier 1 Capital | 201,055,899 | 208,212,933 |
| Total Capital | 249,271,741 | 257,261,368 |
| **Regulatory Capital Ratios (%)** | | |
| Common Equity Tier 1 Capital Ratio (Minimum Requirement- 8.50%) | 10.52 | 10.51 |
| Tier 1 Capital Ratio (Minimum Requirement- 10.00%) | 11.58 | 11.53 |
| Total Capital Ratio (Minimum Requirement- 14.00%) | 14.35 | 14.24 |
| Leverage Ratio (Minimum Requirement- 3.00%) | 4.13 | 4.23 |

| Item | Bank | |
|---|---|---|
| | 30.06.2022 | 31.12.2021 |
| **Regulatory Liquidity** | | |
| Statutory Liquid Assests - Domestic (LKR '000) | 701,933,607 | 715,407,611 |
| Statutory Liquid Assests - FCBU (USD '000) | 460,449 | 701,065 |
| **Statutory Liquid Assests Ratio (Minimum Requirement- 20%)** | | |
| Domestic Banking Unit (%) | 21.70 | 24.97 |
| Off -Shore Banking Unit(%) | 23.32 | 25.34 |
| Liquidity Coverage Ratio (%)- Rupee (Minimum Requirement 2022-90%, 2019- 100%) | 154.00 | 169.00 |
| LIquidity Coverage Ratio (%)- All Currency (Minimum Requirement 2022-90%, 2019-100%) | 90.56 | 111.45 |
| Net Stable Funding Ratio (%) (Minimum Requirement 2022- 90%, 2019 -100%) | 125.00 | 125.00 |

### Disclosure 2 : Basel III Computation of Capital Ratios -30.06.2022

| Item | Bank LKR'000 | Group LKR'000 |
|---|---|---|
| **Common Equity Tier 1 ( CET 1) Capital after Adjustments** | **182,705,899** | **189,862,933** |
| **Common Equity Tier 1 ( CET 1) Capital** | **192,474,250** | **195,680,663** |
| Equity Capital ( Stated Capital)/ Assigned Capital | 25,000,000 | 25,000,000 |
| Reserve Fund | 14,491,000 | 14,491,000 |
| Published Retained Earnings/(Accumulated Retained Losses) | 130,000,635 | 131,365,680 |
| Published Accumulated other Comprehensive Income(OCI) | 4,185,676 | 4,185,676 |
| General and other Disclosed Reserves | 3,345,420 | 5,186,788 |
| Unpublished current year's profit/(losses) and gains reflected in OCI | 15,451,519 | 15,451,519 |
| Ordinary shares issued by consoloidated banking and financial subsidaries held by third parties | | - |
| **Total Adjustments to CET 1 Capital** | **9,768,351** | **5,817,730** |
| Goodwill(net) | - | - |
| Intangible Assests (net) | 786,183 | 1,255,367 |

| | | |
|---|---|---|
| Revaluation losses of property, plant and equipment | 52,913 | 52,913 |
| Deferred tax assets (net) | 4,308,529 | 4,324,073 |
| 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 | 190,937 | 185,376 |
| 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 | 4,429,788 | - |
| Shortfall of capital in financial subsidiaries | - | - |
| **Additional Tier 1 (AT I) capital after adjustment** | **18,350,000** | **18,350,000** |
| **Additional Tier 1 (AT I) capital** | **18,350,000** | **18,350,000** |
| Qualifying Additional Tier 1 Capital Instruments | 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** | **48,215,842** | **49,048,435** |
| **Tier 2 Capital** | **48,429,510** | **49,255,880** |
| Qualifying Tier 2 Capital Instruments | 18,960,212 | 18,960,212 |
| Revaluation Gains | 9,902,177 | 9,902,177 |
| General Provisions | 19,567,121 | 20,393,491 |
| Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties | - | - |
| **Total Adjustment to Tier 2** | **213,667** | **207,445** |
| 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 | 213,667 | 207,445 |
| 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** | **182,705,899** | **189,862,933** |
| **Total Tier 1 Capital** | **201,055,899** | **208,212,933** |
| **Total Capital** | **249,271,741** | **257,261,368** |

| **Item** | **Bank LKR'000** | **Group LKR'000** |
|---|---|---|
| **Total Risk Weighted Assets (RWA)** | **1,736,982,583** | **1,806,063,655** |
| RWAs for Credit Risk | 1,565,369,657 | 1,631,479,253 |
| RWAs for Market Risk | 15,087,542 | 15,086,718 |
| RWAs for Operational Risk | 156,525,384 | 159,497,684 |
| **CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D-SIBs)(%)** | **10.52** | **10.51** |
| of which :Capital Conservation Buffer (%) | 2.50 | 2.50 |
| of which :Countercyclical Buffer (%) | N/A | N/A |
| of which:Capital Surcharge on D- SIBs (%) | 1.50 | 1.50 |
| **Total Tier 1 Capital Ratio(%)** | **11.58** | **11.53** |
| **Total Capital Ratio ( including Capital Conservation Buffer,Countercyclical Capital Buffer & Surchanrge on D- SIBs)(%)** | **14.35** | **14.24** |
| of which : Capital Conservation Buffer (%) | 2.50 | 2.50 |
| of which: Countercyclical Buffer (%) | N/A | N/A |
| of which:Capital Surcharge on D- SIBs (%) | 1.50 | 1.50 |

## Disclosure 3 : Leverage Ratio as at 30.06.2022

| | Bank | Group |
|---|---|---|
| | LKR'000 | LKR'000 |
| **Tier 1 Capital** | **201,055,899** | **208,212,933** |
| **Total Exposures** | **4,863,166,508** | **4,921,539,509** |
| On-Balance Sheet Items (Excluding Derivatives and Securities Financing Transactions, but including Collateral | 4,408,704,159 | 4,466,756,882 |
| Derivative Exposures | 26,709,109 | 26,709,109 |
| Securities Financing Transaction Exposures | 189,801,470 | 190,121,748 |
| Other Off- Balance Sheet Exposures | 237,951,770 | 237,951,770 |
| **Basel III Leverage Ratio (%) (Tier 1 Capital/Total Excposure)** | **4.13** | **4.23** |

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

| | 30.06.2022 | 31.12.2021 |
|---|---|---|
| | LKR'000 | LKR'000 |
| **Total Available Stable Funding** | **2,836,476,082** | **2,487,009,142** |
| Required Stable Funding - On Balance Sheet Assets | 2,252,915,217 | 1,970,756,516 |
| Required Stable Funding - Off Balance Sheet Assets | 21,785,248 | 19,716,966 |
| **Total Required Stable Funding** | **2,274,700,466** | **1,990,473,483** |
| **NSFR** | **125%** | **125%** |

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

| Item | Amount (LKR'000) | | | |
|---|---|---|---|---|
| | 30.06.2022 | | 31.12.2021 | |
| | Total Un-Weighted Value | Total Weighted Value | Total Un-Weighted Value | Total Weighted Value |
| **Total Stock of High -Quality Liquid Asset (HQLA)** | **414,522,660** | **414,522,660** | **531,095,154** | **531,095,154** |
| **Total Adjusted Level I Assets** | **383,805,884** | **383,805,884** | **492,156,944** | **492,156,944** |
| **Level 1 Assets** | **386,383,311** | **386,383,311** | **488,050,163** | **488,050,163** |
| **Total Adjusted Level 2A Assets** | **31,845,117** | **27,068,349** | **48,714,935** | **41,407,695** |
| **Level 2A Assets** | **31,845,117** | **27,068,349** | **48,714,935** | **41,407,695** |
| **Total Adjusted Level 2B Assets** | **2,142,000** | **1,071,000** | **3,274,592** | **1,637,296** |
| **Level 2B Assets** | **2,142,000** | **1,071,000** | **3,274,592** | **1,637,296** |
| **Total Cash Outflows** | **4,537,628,157** | **735,848,440** | **3,401,856,760** | **535,682,254** |
| Deposits | 2,466,966,001 | 246,696,600 | 2,101,279,219 | 210,127,922 |
| Unsecured Wholesale Funding | 757,726,503 | 318,857,145 | 650,380,229 | 289,029,451 |
| Secured Funding Transactions | 482,294,153 | - | 45,553,081 | - |
| Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations | 830,256,311 | 169,909,506 | 604,644,230 | 36,524,881 |
| Additional Requirements | 385,189 | 385,189 | | - |
| **Total Cash Inflows** | **547,797,266** | **278,138,254** | **112,949,640** | **59,133,469** |
| Maturing Secured Lending Transaction Backed by Collateral | - | - | - | - |
| Committed Facilities | 5,000,000 | - | 5,000,000 | - |
| Other Inflows by Counterparty which are Maturing Within 30 Days | 506,171,685 | 278,138,254 | 107,405,810 | 58,589,639 |
| Operational Deposits | 36,625,581 | - | - | - |
| Other Cash Inflows | - | - | 543,830 | 543,830 |
| **Liquidity Coverage Ratio (%) (Stock of High quality Liquid Assets /Total Net Cash Outflows over the Next 30 Calender Days)*100** | | **90.56** | | **111.45** |

## 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 | LK0357D20454 | LK0357D20470 | LK0357D23177 | LK0357D23219 | LK0357D23771 |
| 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 | 25-Oct-13 | 25-Oct-13 | 6-Oct-15 | 6-Oct-15 | 29-Dec-16 |
| Par Value of Instrument -LKR | 100 | 100 | 100 | 100 | 100 |
| Issued quantity ( No of Debentures) | 12,000,000 | 16,000,000 | 11,802,560 | 20,405,480 | 7,836 |
| Issued Quantity (LKR'000) | 1,200,000 | 1,600,000 | 1,180,256 | 2,040,548 | 784 |
| Perpetual or Dated | | | | | |
| Original Maturity Date, if Applicable | 24-Oct-22 | 24-Oct-23 | 5-Oct-23 | 5-Oct-23 | 28-Dec-24 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 60,000 | 400,000 | 236,051 | 408,110 | 353 |
| Accounting Classification (equity/Liability) | Liability | Liability | Liability | Liability | Liability |
| | | | | | |
| **Coupons/Dividends** | | | | | |
| Fixed or Floting Dividend/Coupon | FIXED | FIXED | FIXED | FLOATING | FIXED |
| Coupon Rate and any Related Index % | 13.25 | 13.75 | 8.25 | 13.50 | 12.75 |
| Non-Cumulative or Cumulative | Non-Cumulative | Non-Cumulative | Non-Cumulative | Non-Cumulative | Non-Cumulative |
| | | | | | |
| **Convertible or Non-Convertible** | 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 | LK0357D23789 | | | | |
| 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 | 29-Dec-16 | 29-Dec-17 | 29-Dec-17 | 31-Jul-18 | 3-Dec-18 |
| Par Value of Instrument -LKR | 100 | 100 | 100 | 100 | 100 |
| Issued Quantity ( No of Debentures) | 200 | 50,000,000 | 10,000,000 | 67,000,000 | 53,000,000 |
| Issued Quantity (LKR'000) | 20 | 5,000,000 | 1,000,000 | 6,700,000 | 5,300,000 |
| Perpetual or Dated | | | | | |
| Original Maturity Date, if Applicable | 28-Dec-24 | 28-Dec-25 | 28-Dec-22 | 30-Jul-26 | 2-Dec-23 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 9 | 3,250,000 | 50,000 | 5,025,000 | 1,325,000 |
| Accounting Classification (equity/Liability) | Liability | Liability | Liability | Liability | Liability |
| | | | | | |
| **Coupons/Dividends** | | | | | |
| Fixed or Floting Dividend/Coupon | FLOATING | FIXED | FIXED | FIXED | FIXED |
| Coupon Rate and any Related Index % | 23.15 | 12.75 | 12.75 | 12.00 | 12.00 |
| Non-Cumulative or Cumulative | Non-Cumulative | Non-Cumulative | Non-Cumulative | Non-Cumulative | Non-Cumulative |
| | | | | | |
| **Convertible or Non-Convertible** | 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 | | | | | |

| | | | | | |
|---|---|---|---|---|---|
| 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 | 27-Jun-19 | 17-Jul-19 | 18-Jul-19 | 23-Jul-19 | 24-Jul-19 |
| Par Value of Instrument -LKR | 100 | 100 | 100 | 100 | 100 |
| Issued quantity ( No of Debentures) | 30,000,000 | 10,488,500 | 22,000,000 | 25,000,000 | 4,000,000 |
| Issued Quantity (LKR'000) | 3,000,000 | 1,048,850 | 2,200,000 | 2,500,000 | 400,000 |
| Perpetual or Dated | | Dated | Dated | Dated | Dated |
| Original Maturity Date, if Applicable | 26-Jun-24 | 16-Jul-24 | 17-Jul-24 | 22-Jul-24 | 23-Jul-24 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 1,050,000 | 419,540 | 880,000 | 1,000,000 | 160,000 |
| Accounting Classification (equity/Liability) | Liability | Liability | Liability | Liability | Liability |
| | | | | | |
| **Coupons/Dividends** | | | | | |
| Fixed or Floting Dividend/Coupon | FIXED | FIXED | FIXED | FIXED | FIXED |
| Coupon Rate and any Related Index % | 11.75 | 11.80 | 11.80 | 11.80 | 11.50 |
| 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 |
| Unique Identifier | | |
| Governing Laws of the Intrument | Laws of Sri Lanka | Laws of Sri Lanka |
| Original Date of Issuance | 26-Jul-19 | 22-Nov-21 |
| Par Value of Instrument -LKR | 100 | 100 |
| Issued quantity ( No of Debentures) | 611,500 | 5,150,000 |
| Issued Quantity (LKR'000) | 61,150 | 5,150,000 |
| Perpetual or Dated | Dated | Dated |
| Original Maturity Date, if Applicable | 25-Jul-27 | 21-Nov-26 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 61,150 | 4,635,000 |
| Accounting Classification (equity/Liability) | Liability | Liability |
| | | |
| **Coupons/Dividends** | | |
| Fixed or Floting Dividend/Coupon | FIXED | FLOATING |
| Coupon Rate and any Related Index % | 11.75 | 27.19 |
| Non-Cumulative or Cumulative | Non-Cumulative | Non-Cumulative |
| | | |
| **Convertible or Non-Convertible** | Non Viability write down | Non Viability write down |

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## 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 30.06.2022** | | | | | |
|---|---|---|---|---|---|---|
| | **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 | 1,860,894,554 | 28,706,460 | 1,860,894,554 | 5,741,292 | 86,045,322 | 0.05 |
| Claims on Foreign Sovereigns and their Central Bank | 65,794,467 | - | 65,794,467 | - | 63,413,294 | 0.96 |
| Claims on Public Sector Entities | 897,005,840 | 70,405,289 | 169,447,358 | 8,756,437 | 167,683,795 | 0.94 |
| Claim on Official Entities and Multilateral Development Banks | - | - | - | - | - | - |
| Claims on Banks Exposures | 78,263,592 | 61,719,516 | 78,263,592 | 61,719,516 | 83,843,258 | 0.60 |
| Claims on Financial Institutions | 8,714,357 | - | 8,714,357 | - | 4,907,316 | 0.56 |
| Claims on Corporates | 284,037,746 | 269,810,084 | 234,498,366 | 58,312,158 | 271,849,844 | 0.93 |
| Retail Claims | 766,714,247 | 395,395,629 | 706,890,321 | - | 551,107,900 | 0.78 |
| Claims Secured by Gold | 92,324,760 | - | 92,324,760 | - | 1,253 | 0.00 |
| Claims Secured by Residential Property | 92,018,937 | - | 92,018,937 | - | 44,754,904 | 0.49 |
| Claims secured by Commercial Real Estate | 40,791,243 | - | 40,791,243 | - | 40,791,243 | 1.00 |
| Non- Performing Assets (NPAs) | 69,834,238 | - | 69,834,238 | - | 83,698,664 | 1.20 |
| Higher - risk Categories | 1,776,843 | - | 1,776,843 | - | 4,442,108 | 2.50 |
| Cash Items and Other Assets | 198,320,656 | 35,096,632 | 198,320,656 | 35,096,632 | 162,830,757 | 0.70 |
| **Total** | **4,456,491,479** | **861,133,611** | **3,619,569,692** | **169,626,036** | **1,565,369,657** | **0.41** |

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

| Asset Class | Amount (LKR'000) as at 30.06.2022 | | | | | |
|---|---|---|---|---|---|---|
| | 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 | 1,868,742,011 | 28,706,460 | 1,868,742,011 | 5,741,292 | 86,045,322 | 0.05 |
| Claims on Foreign Sovereigns and their Central Bank | 65,794,467 | - | 65,794,467 | - | 63,413,294 | 0.96 |
| Claims on Public Sector Entities | 910,317,393 | 70,405,289 | 169,447,358 | 29,221,455 | 188,148,813 | 0.95 |
| Claim on Official Entities and Multilateral Development Banks | - | - | - | - | - | - |
| Claims on Banks Exposures | 83,558,651 | 61,719,516 | 83,558,651 | 61,719,516 | 89,138,317 | 0.61 |
| Claims on Financial Institutions | 8,714,357 | - | 8,714,357 | 17,790 | 4,916,211 | 0.56 |
| Claims on Corporates | 311,269,962 | 269,810,084 | 261,730,582 | 58,312,158 | 299,082,060 | 0.93 |
| Retail Claims | 766,714,247 | 395,395,629 | 706,890,321 | - | 551,107,900 | 0.78 |
| Claims Secured by Gold | 92,324,760 | - | 92,324,760 | - | 1,253 | 0.00 |
| Claims Secured by Residential Property | 92,018,937 | - | 92,018,937 | - | 44,754,904 | 0.49 |
| Claims secured by Commercial Real Estate | 40,791,243 | - | 40,791,243 | - | 40,791,243 | 1.00 |
| Non- Performing Assets (NPAs) | 69,834,238 | - | 69,834,238 | - | 83,698,664 | 1.20 |
| Higher - risk Categories | 1,827,838 | - | 1,827,838 | - | 4,569,595 | 2.50 |
| Cash Items and Other Assets | 211,895,362 | 35,096,632 | 211,895,362 | 35,096,632 | 175,811,678 | 0.71 |
| **Total** | **4,523,803,465** | **861,133,611** | **3,673,570,125** | **190,108,844** | **1,631,479,253** | **0.42** |

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

| Description | Amount (LKR'000)as at 30.06.2022 (Post CCF & CRM) | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| Asset Classes / Risk Weight | 0% | 20% | 50% | 60% | 75% | 1.00 | 150% | >150% | Total Credit Exposures Amount |
| Claims on Central Government and Central Bank of Sri Lanka | 1,433,915,333 | 426,979,222 | | | | | | | 1,860,894,554 |
| Claims on Foreign Sovereigns and their Central Bank | | | 4,762,345 | | | 61,032,122.08 | | | 65,794,467 |
| Claims on public Sector Entities | | 13,150,000 | | | | 156,297,357.95 | | | 169,447,358 |
| Claims on Official Entities and Multilateral Development Banks | | | | | | | | | - |

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| Claims on Banks Exposures | | 26,064,720 | 8,111,790 | | | 44,087,081.34 | | | 78,263,592 |
| Claims on Financial Institutions | | 405,000 | 7,379,586 | | | 516,267.00 | 413,504 | | 8,714,357 |
| Claims on Corporates | | 18,609,823 | 7,432,344 | | | 208,404,538.14 | 51,661 | | 234,498,366 |
| Retail Claims | | | | 5,715,751 | 613,984,482 | 87,190,088.25 | | | 706,890,321 |
| Claims Secured by Gold | 92,323,508 | - | | | | 1,252.50 | | | 92,324,760 |
| Claims Secured by Residential Property | | | 72,713,897 | | | 19,305,040.15 | | | 92,018,937 |
| Claims secured by Commercial Real Estate | | | | | | 40,791,243.13 | | | 40,791,243 |
| Non- Performing Assests(NPAs) | | | | | | 42,105,385.98 | 27,728,852 | | 69,834,238 |
| Higher -risk Categories | | | | | | | | 1,776,843 | 1,776,843 |
| Cash Item and Other Assests | 65,705,419 | 6,101,391 | | | | 126,513,846.27 | | | 198,320,656 |
| **Total** | **1,591,944,259** | **491,310,156** | **100,399,961** | **5,715,751** | **613,984,482** | **786,244,222.78** | **28,194,017** | **1,776,843** | **3,619,569,692** |

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

| Description | Amount (LKR'000)as at 30.06.2021 (Post CCF & CRM) | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| **Asset Classes / Risk Weight** | **0%** | **20%** | **50%** | **60%** | **75%** | **1.00** | **150%** | **>150%** | **Total Credit Exposures Amount** |
| Claims on Central Government and Central Bank of Sri Lanka | 1,441,762,790 | 426,979,222 | | | | | | | 1,868,742,011 |
| Claims on Foreign Sovereigns and their Central Bank | | | 4,762,345 | | | 61,032,122.08 | | | 65,794,467 |
| Claims on public Sector Entities | | 13,150,000 | | | | 156,297,357.95 | | | 169,447,358 |
| Claims on Official Entities and Multilateral Development Banks | | | | | | | | | - |
| Claims on Banks Exposures | | 26,064,720 | 8,111,790 | | | 49,382,140.34 | | | 83,558,651 |
| Claims on Financial Institutions | | 405,000 | 7,379,586 | | | 516,267.00 | 413,504 | | 8,714,357 |
| Claims on Corporates | | 18,609,823 | 7,432,344 | | | 235,636,754.14 | 51,661 | | 261,730,582 |
| Retail Claims | | | | 5,715,751 | 613,984,482 | 87,190,088.25 | | | 706,890,321 |
| Claims Secured by Gold | 92,323,508 | - | | | | 1,252.50 | | | 92,324,760 |
| Claims Secured by Residential Property | | | 72,713,897 | | | 19,305,040.15 | | | 92,018,937 |
| Claims secured by Commercial Real Estate | | | | | | 40,791,243.13 | | | 40,791,243 |
| Non- Performing Assests(NPAs) | | | | | | 42,105,385.98 | 27,728,852 | | 69,834,238 |
| Higher -risk Categories | | | | | | | | 1,827,838 | 1,827,838 |
| Cash Item and Other Assests | 66,299,204 | 6,101,391 | | | | 139,494,767.27 | | | 211,895,362 |
| **Total** | **1,600,385,501** | **491,310,156** | **100,399,961** | **5,715,751** | **613,984,482** | **831,752,418.78** | **28,194,017** | **1,827,838** | **3,673,570,125** |

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## Disclosure 9 : Market Risk under Standardised Measurement Method

| Item | 30.06.2022 | |
|---|---|---|
| | **Bank (LKR'000)** | **Group (LKR'000)** |
| **(a) Capital Charge for Interest Rate Risk** | **312,237** | **312,237** |
| General Interest Rate Risk | 312,237 | 312,237 |
| (i) Net Long or Short Position | 312,237 | 312,237 |
| (ii)Horizontal Disallowance | - | - |
| (iii)Vertical Disallowance | - | - |
| (iv)Options | - | - |
| Specific Interest Rate Risk | - | - |
| **(b) Capital Charge for Equity** | **551,881** | **551,881** |
| (i) General Equity Risk | 258,180 | 258,180 |
| (ii)Specific Equity Risk | 293,701 | 293,701 |

| | | |
|---|---|---|
| **(c)Capital Charge for Foreign Exchange & Gold** | **1,248,138** | **1,248,023** |
| **Total Capital Charge for Market Risk [(a)+(b)+(c)]** | **2,112,256** | **2,112,140** |
| **Total Risk Weighted Amount for Market Risk** | **15,087,542** | **15,086,718** |
| | - | - |

## 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 30.06.2022 | | |
|---|---|---|---|---|---|
| | | | 1st Year | 2nd Year | 3rd Year |
| The Basic Indicator Approach | 15% | | 90,223,395 | 115,231,830 | 232,815,849 |
| **Capital Charges for Operational Risk(LKR'000)** | | | | | **21,913,554** |
| **Risk Weighted Amount for Operational Risk(LKR'000)** | | | | | **156,525,384** |
| | | | | | - |

**Operational Risk under Basic Indicator Approach -Group**

| Business Lines | Capital Charge Factor | Fixed Factor | Gross Income (LKR'000)as at 30.06.2022 | | |
|---|---|---|---|---|---|
| | | | 1st Year | 2nd Year | 3rd Year |
| The Basic Indicator Approach | 15% | | 88,098,356 | 129,930,063 | 228,565,096 |
| **Capital Charges for Operational Risk(LKR'000)** | | | | | **22,329,676** |
| **Risk Weighted Amount for Operational Risk(LKR'000)** | | | | | **159,497,684** |
| | | | | | - |