## 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 | 30.09.2022 | |
|---|---|---|
| | Bank | Group |
| **Basel III** | | |
| **Regulatory Capital (LKR'000)** | | |
| Common Equity Tier 1 | 191,468,946 | 199,765,692 |
| Tier 1 Capital | 209,818,946 | 218,115,692 |
| Total Capital | 257,232,828 | 265,988,828 |
| **Regulatory Capital Ratios (%)** | | |
| Common Equity Tier 1 Capital Ratio (Minimum Requirement- 8.50%) | 10.65 | 10.90 |
| Tier 1 Capital Ratio (Minimum Requirement- 10.00%) | 11.67 | 11.90 |
| Total Capital Ratio (Minimum Requirement- 14.00%) | 14.31 | 14.51 |
| Leverage Ratio (Minimum Requirement- 3.00%) | 4.41 | 4.53 |

| Item | Bank | |
|---|---|---|
| | 30.09.2022 | 31.12.2021 |
| **Regulatory Liquidity** | | |
| Statutory Liquid Assests - Domestic (LKR '000) | 690,947,001 | 715,407,611 |
| Statutory Liquid Assests - FCBU (USD '000) | 390,203 | 701,070 |
| **Statutory Liquid Assests Ratio (Minimum Requirement- 20%)** | | |
| Domestic Banking Unit (%) | 21.01 | 24.97 |
| Off -Shore Banking Unit(%) | 26.16 | 25.34 |
| Liquidity Coverage Ratio (%)- Rupee (Minimum Requirement 2020-90%, 2019- 100%) | 176.00 | 169.00 |
| LIquidity Coverage Ratio (%)- All Currency (Minimum Requirement 2020-90%, 2019-100%) | 114.98 | 111.45 |
| Net Stable Funding Ratio (%) (Minimum Requirement 2020- 90%, 2019 -100%) | 136.00 | 125.00 |

### Disclosure 2 : Basel III Computation of Capital Ratios -30.09.2022

| Item | Bank LKR'000 | Group LKR'000 |
|---|---|---|
| **Common Equity Tier 1 ( CET 1) Capital after Adjustments** | **191,468,946** | **199,765,692** |
| **Common Equity Tier 1 ( CET 1) Capital** | **201,322,320** | **205,423,718** |
| Equity Capital ( Stated Capital)/ Assigned Capital | 25,730,000 | 25,730,000 |
| 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) | 3,827,693 | 4,722,678 |
| General and other Disclosed Reserves | 3,345,420 | 5,186,788 |
| Unpublished current year's profit/(losses) and gains reflected in OCI | 23,927,572 | 23,927,572 |
| Ordinary shares issued by consoloidated banking and financial subsidaries held by third parties | | - |

| | | |
|---|---|---|
| **Total Adjustments to CET 1 Capital** | **9,853,374** | **5,658,026** |
| Goodwill(net) | - | - |
| Intangible Assests (net) | 1,224,057 | 1,375,041 |
| Revaluation losses of property, plant and equipment | 52,913 | 52,913 |
| Deferred tax assets (net) | 3,753,039 | 3,768,583 |
| 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 | 140,764 | 101,982 |
| 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 | 4,323,094 | - |
| Shortfall of capital in financial subsidiaries | 359,506 | 359,506 |
| **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** | **47,413,883** | **47,873,136** |
| **Tier 2 Capital** | **47,571,355** | **47,987,222** |
| Qualifying Tier 2 Capital Instruments | 17,279,672 | 17,279,672 |
| Revaluation Gains | 9,902,177 | 9,902,177 |
| General Provisions | 20,389,506 | 20,805,372 |
| Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties | - | - |
| **Total Adjustment to Tier 2** | **157,472** | **114,086** |
| 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 | 157,472 | 114,086 |
| 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** | **191,468,946** | **199,765,692** |
| **Total Tier 1 Capital** | **209,818,946** | **218,115,692** |
| **Total Capital** | **257,232,828** | **265,988,828** |

| **Item** | **Bank**<br>**LKR'000** | **Group**<br>**LKR'000** |
|---|---|---|
| **Total Risk Weighted Assets (RWA)** | **1,797,944,099** | **1,832,536,126** |
| RWAs for Credit Risk | 1,631,160,455 | 1,664,429,798 |
| RWAs for Market Risk | 17,210,807 | 17,205,805 |
| RWAs for Operational Risk | 149,572,837 | 150,900,523 |
| **CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D-SIBs)(%)** | **10.65** | **10.90** |
| 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(%)** | **11.67** | **11.90** |

| | | |
|---|---|---|
| **Total Capital Ratio ( including Capital Conservation Buffer,Countercyclical Capital Buffer & Surchanrge on D- SIBs)(%)** | **14.31** | **14.51** |
| 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% |

## Disclosure 3 : Leverage Ratio as at 30.09.2022

| | Bank | Group |
|---|---|---|
| | LKR'000 | LKR'000 |
| **Tier 1 Capital** | **209,818,946** | **218,115,692** |
| **Total Exposures** | **4,756,580,251** | **4,813,811,529** |
| On-Balance Sheet Items (Excluding Derivatives and Securities Financing Transactions, but including Collateral | 4,339,753,422 | 4,397,308,864 |
| Derivative Exposures | 25,732,766 | 25,732,766 |
| Securities Financing Transaction Exposures | 193,860,000 | 193,535,835 |
| Other Off- Balance Sheet Exposures | 197,234,064 | 197,234,064 |
| **Basel III Leverage Ratio (%) (Tier 1 Capital/Total Excposure)** | **4.41** | **4.53** |

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

| | 30.09.2022 | 31.12.2021 |
|---|---|---|
| | LKR'000 | LKR'000 |
| **Total Available Stable Funding** | **2,900,859,914** | **2,487,009,142** |
| Required Stable Funding - On Balance Sheet Assets | 2,115,915,852 | 1,970,756,516 |
| Required Stable Funding - Off Balance Sheet Assets | 17,892,634 | 19,716,966 |
| **Total Required Stable Funding** | **2,133,808,486** | **1,990,473,483** |
| **NSFR** | **136%** | **125%** |

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

| Item | Amount (LKR'000) | | | |
|---|---|---|---|---|
| | 30.09.2022 | | 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)** | **491,301,704** | **491,301,704** | **531,095,154** | **531,095,154** |
| **Total Adjusted Level I Assets** | **480,777,163** | **480,777,163** | **492,156,944** | **492,156,944** |
| **Level 1 Assets** | **468,556,970** | **468,556,970** | **488,050,163** | **488,050,163** |
| **Total Adjusted Level 2A Assets** | **25,142,733** | **21,371,323** | **48,714,935** | **41,407,695** |
| **Level 2A Assets** | **25,142,733** | **21,371,323** | **48,714,935** | **41,407,695** |
| **Total Adjusted Level 2B Assets** | **2,746,822** | **1,373,411** | **3,274,592** | **1,637,296** |
| **Level 2B Assets** | **2,746,822** | **1,373,411** | **3,274,592** | **1,637,296** |
| **Total Cash Outflows** | **4,293,586,537** | **630,010,726** | **3,401,856,760** | **535,682,254** |
| Deposits | 2,477,434,556 | 247,743,456 | 2,101,279,219 | 210,127,922 |
| Unsecured Wholesale Funding | 783,875,189 | 326,746,494 | 650,380,229 | 289,029,451 |
| Secured Funding Transactions | 374,095,736 | - | 45,553,081 | - |
| Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations | 656,450,498 | 53,790,218 | 604,644,230 | 36,524,881 |

| | | | | |
|---|---|---|---|---|
| Additional Requirements | 1,730,558 | 1,730,558 | | - |
| **Total Cash Inflows** | **366,154,777** | **202,716,735** | **147,074,020** | **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 | 321,983,645 | 202,716,735 | 107,405,810 | 58,589,639 |
| Operational Deposits | 39,171,132 | - | 34,124,380 | - |
| 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** | | **114.98** | | **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 | LK0357D20470 | LK0357D23177 | LK0357D23219 | LK0357D23771 | 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 | 25-Oct-13 | 6-Oct-15 | 6-Oct-15 | 29-Dec-16 | 29-Dec-16 |
| Par Value of Instrument -LKR | 100 | 100 | 100 | 100 | 100 |
| Issued quantity ( No of Debentures) | 16,000,000 | 11,802,560 | 20,405,480 | 7,836 | 200 |
| Issued Quantity (LKR'000) | 1,600,000 | 1,180,256 | 2,040,548 | 784 | 20 |
| Perpetual or Dated | | | | | |
| Original Maturity Date, if Applicable | 24-Oct-23 | 5-Oct-23 | 5-Oct-23 | 28-Dec-24 | 28-Dec-24 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 320,000 | 236,051 | 408,110 | 313 | 8 |
| Accounting Classification (equity/Liability) | Liability | Liability | Liability | Liability | Liability |
| | | | | | |
| **Coupons/Dividends** | | | | | |
| Fixed or Floting Dividend/Coupon | FIXED | FIXED | FLOATING | FIXED | FLOATING |
| Coupon Rate and any Related Index % | 13.25 | 9.50 | 13.50 | 12.75 | 23.15 |
| 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 | 29-Dec-17 | 31-Jul-18 | 3-Dec-18 | 27-Jun-19 | 17-Jul-19 |
| Par Value of Instrument -LKR | 100 | 100 | 100 | 100 | 100 |
| Issued quantity ( No of Debentures) | 50,000,000 | 67,000,000 | 53,000,000 | 30,000,000 | 10,488,500 |
| Issued Quantity (LKR'000) | 5,000,000 | 6,700,000 | 5,300,000 | 3,000,000 | 1,048,850 |
| Perpetual or Dated | | | | | Dated |
| Original Maturity Date, if Applicable | 28-Dec-25 | 30-Jul-26 | 2-Dec-23 | 26-Jun-24 | 16-Jul-24 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 3,000,000 | 5,025,000 | 1,060,000 | 900,000 | 367,098 |
| 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 % | 12.75 | 12.00 | 12.00 | 11.75 | 11.80 |
| 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 Viability write down |

| | | | | | |
|---|---|---|---|---|---|
| **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 | 18-Jul-19 | 23-Jul-19 | 24-Jul-19 | 26-Jul-19 | 22-Nov-21 |
| Par Value of Instrument -LKR | 100 | 100 | 100 | 100 | 100 |
| Issued quantity ( No of Debentures) | 22,000,000 | 25,000,000 | 4,000,000 | 611,500 | 51,500,000 |
| Issued Quantity (LKR'000) | 2,200,000 | 2,500,000 | 400,000 | 61,150 | 5,150,000 |
| Perpetual or Dated | Dated | Dated | Dated | Dated | Dated |
| Original Maturity Date, if Applicable | 17-Jul-24 | 22-Jul-24 | 23-Jul-24 | 25-Jul-27 | 22-Nov-26 |
| Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date) | 770,000 | 875,000 | 140,000 | 58,093 | 4,120,000 |
| Accounting Classification (equity/Liability) | Liability | Liability | Liability | Liability | Liability |
| | | | | | |
| **Coupons/Dividends** | | | | | |
| Fixed or Floting Dividend/Coupon | FIXED | FIXED | FIXED | FIXED | FLOATING |
| Coupon Rate and any Related Index % | 11.80 | 11.80 | 11.50 | 11.75 | 27.19 |
| Non-Cumulative or Cumulative | Non-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 | 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 30.09.2022** | | | | | |
|---|---|---|---|---|---|---|
| | **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 | 1,726,899,152 | 23,541,423 | 1,726,899,152 | 4,708,285 | 74,694,624 | 4.31% |
| Claims on Foreign Sovereigns and their Central Bank | 67,772,429 | - | 67,772,429 | - | 65,028,995 | 95.95% |
| Claims on Public Sector Entities | 397,648,730 | 75,376,494 | 192,952,591 | 9,937,648 | 192,837,440 | 95.05% |
| Claim on Official Entities and Multilateral Development Banks | - | - | - | - | - | - |
| Claims on Banks Exposures | 121,266,095 | 60,892,365 | 121,266,095 | 60,892,365 | 125,272,279 | 68.77% |
| Claims on Financial Institutions | 8,378,304 | - | 8,378,304 | - | 4,449,241 | 53.10% |

| | | | | | | |
|---|---|---|---|---|---|---|
| Claims on Corporates | 300,773,974 | 229,766,194 | 241,488,474 | 46,134,035 | 267,990,909 | 93.17% |
| Retail Claims | 684,860,605 | 301,768,350 | 614,256,421 | - | 467,034,659 | 76.03% |
| Claims Secured by Gold | 103,149,030 | - | 103,149,030 | - | 15,337 | 0.01% |
| Claims Secured by Residential Property | 91,170,950 | - | 91,170,950 | - | 44,123,906 | 48.40% |
| Claims secured by Commercial Real Estate | 37,742,603 | - | 37,742,603 | - | 37,742,603 | 100.00% |
| Non- Performing Assets (NPAs) | 121,296,857 | - | 121,296,857 | - | 159,458,633 | 131.46% |
| Higher - risk Categories | 1,883,538 | - | 1,883,538 | - | 4,708,844 | 250.00% |
| Cash Items and Other Assets | 227,723,299 | 34,917,891 | 227,723,299 | 34,917,891 | 187,802,986 | 71.51% |
| **Total** | **3,890,565,565** | **726,262,717** | **3,555,979,742** | **156,590,224** | **1,631,160,455** | **43.94%** |

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

| Asset Class | Amount (LKR'000) as at 30.09.2022 | | | | | |
|---|---|---|---|---|---|---|
| | 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 | 1,735,219,546 | 23,541,423 | 1,735,219,546 | 4,708,285 | 74,694,624 | 4.29% |
| Claims on Foreign Sovereigns and their Central Bank | 67,772,429 | - | 67,772,429 | - | 65,028,995 | 95.95% |
| Claims on Public Sector Entities | 410,492,856 | 75,376,494 | 192,952,591 | 9,937,648 | 192,837,440 | 95.05% |
| Claim on Official Entities and Multilateral Development Banks | - | - | - | - | - | - |
| Claims on Banks Exposures | 115,094,279 | 60,892,365 | 115,094,279 | 60,900,191 | 119,112,202 | 67.68% |
| Claims on Financial Institutions | 8,378,304 | - | 8,378,304 | 20,193 | 4,459,337 | 53.10% |
| Claims on Corporates | 327,498,157 | 229,766,194 | 268,212,657 | 46,134,035 | 294,715,092 | 93.75% |
| Retail Claims | 684,860,605 | 301,768,350 | 614,256,421 | - | 467,034,659 | 76.03% |
| Claims Secured by Gold | 103,149,030 | - | 103,149,030 | - | 15,337 | 0.01% |
| Claims Secured by Residential Property | 91,170,950 | - | 91,170,950 | - | 44,123,906 | 48.40% |
| Claims secured by Commercial Real Estate | 37,742,603 | - | 37,742,603 | - | 37,742,603 | 100.00% |
| Non- Performing Assets (NPAs) | 121,296,857 | - | 121,296,857 | - | 159,458,633 | 131.46% |
| Higher - risk Categories | 1,965,707 | - | 1,965,707 | - | 4,914,266 | 250.00% |
| Cash Items and Other Assets | 251,802,108 | 34,917,891 | 251,802,108 | 34,917,891 | 200,292,704 | 69.86% |
| **Total** | **3,956,443,430** | **726,262,717** | **3,609,013,481** | **156,618,243** | **1,664,429,798** | **44.20%** |

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

| Description | Amount (LKR'000)as at 30.09.2022 (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 | 1,358,074,418 | 368,824,734 | | | | | | | 1,726,899,152 |
| Claims on Foreign Sovereigns and their Central Bank | | | 5,486,870 | | | 62,285,560 | | | 67,772,429 |
| Claims on public Sector Entities | | 12,566,000 | | | | 180,386,591 | | | 192,952,591 |
| Claims on Official Entities and Multilateral Development Banks | | | | | | | | | - |
| Claims on Banks Exposures | | 30,987,124 | 3,138,904 | | | 87,140,068 | | | 121,266,095 |
| Claims on Financial Institutions | | 743,468 | 7,151,702 | | | 9 | 483,125 | | 8,378,304 |
| Claims on Corporates | | 17,340,860 | 7,811,200 | | | 216,316,497 | 19,917 | | 241,488,474 |

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| Retail Claims | | | | 5,401,881 | 580,244,038 | 28,610,502 | | | 614,256,421 |
| Claims Secured by Gold | 103,077,540 | 70,192 | | | | 1,298 | | | 103,149,030 |
| Claims Secured by Residential Property | | | 72,380,067 | | | 18,790,883 | | | 91,170,950 |
| Claims secured by Commercial Real Estate | | | | | | 37,742,603 | | | 37,742,603 |
| Non- Performing Assests(NPAs) | | | | | | 44,973,305 | 76,323,552 | | 121,296,857 |
| Higher -risk Categories | | | | | | | | 1,883,538 | 1,883,538 |
| Cash Item and Other Assests | 61,590,244 | 16,559,950 | | | | 149,573,105 | | | 227,723,299 |
| **Total** | **1,522,742,202** | **447,092,326** | **95,968,743** | **5,401,881** | **580,244,038** | **825,820,420** | **76,826,594** | **1,883,538** | **3,555,979,742** |

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

| Description | Amount (LKR'000)as at 30.09.2022 (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 | 1,366,394,812 | 368,824,734 | | | | | | | 1,735,219,546 |
| Claims on Foreign Sovereigns and their Central Bank | | | 5,486,870 | | | 62,285,560 | | | 67,772,429 |
| Claims on public Sector Entities | | 12,566,000 | | | | 180,386,591 | | | 192,952,591 |
| Claims on Official Entities and Multilateral Development Banks | | | | | | | | | - |
| Claims on Banks Exposures | | 30,987,124 | 3,138,904 | | | 80,968,252 | | | 115,094,279 |
| Claims on Financial Institutions | | 743,468 | 7,151,702 | | | 9 | 483,125 | | 8,378,304 |
| Claims on Corporates | | 17,340,860 | 7,811,200 | | | 243,040,680 | 19,917 | | 268,212,657 |
| Retail Claims | | | | 5,401,881 | 580,244,038 | 28,610,502 | | | 614,256,421 |
| Claims Secured by Gold | 103,077,540 | 70,192 | | | | 1,298 | | | 103,149,030 |
| Claims Secured by Residential Property | | | 72,380,067 | | | 18,790,883 | | | 91,170,950 |
| Claims secured by Commercial Real Estate | | | | | | 37,742,603 | | | 37,742,603 |
| Non- Performing Assests(NPAs) | | | | | | 44,973,305 | 76,323,552 | | 121,296,857 |
| Higher -risk Categories | | | | | | | | 1,965,707 | 1,965,707 |
| Cash Item and Other Assests | 73,179,335 | 16,559,950 | | | | 162,062,823 | | | 251,802,108 |
| **Total** | **1,542,651,687** | **447,092,326** | **95,968,743** | **5,401,881** | **580,244,038** | **858,862,505** | **76,826,594** | **1,965,707** | **3,609,013,481** |

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## Disclosure 9 : Market Risk under Standardised Measurement Method

| Item | 30.09.2022 | |
|---|---|---|
| | Bank (LKR'000) | Group (LKR'000) |
| **(a) Capital Charge for Interest Rate Risk** | **14,892** | **14,892** |
| General Interest Rate Risk | 14,892 | 14,892 |
| (i) Net Long or Short Position | 14,892 | 14,892 |
| (ii)Horizontal Disallowance | - | - |
| (iii)Vertical Disallowance | - | - |
| (iv)Options | - | - |
| Specific Interest Rate Risk | - | - |
| **(b) Capital Charge for Equity** | **712,682** | **712,682** |
| (i) General Equity Risk | 334,260 | 334,260 |
| (ii)Specific Equity Risk | 378,421 | 378,421 |
| **(c)Capital Charge for Foreign Exchange & Gold** | **1,681,939** | **1,681,239** |

| | | |
|---|---|---|
| **Total Capital Charge for Market Risk [(a)+(b)+(c)]** | **2,409,513** | **2,408,813** |
| **Total Risk Weighted Amount for Market Risk** | **17,210,807** | **17,205,805** |
| | - | - |

## 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 30.09.2022 | | |
|---|---|---|---|---|---|
| | | | 1st Year | 2nd Year | 3rd Year |
| The Basic Indicator Approach | 15% | | 88,343,351 | 127,282,733 | 203,177,858 |
| **Capital Charges for Operational Risk(LKR'000)** | | | | | **20,940,197** |
| **Risk Weighted Amount for Operational Risk(LKR'000)** | | | | | **149,572,837** |
| | | | | | - |

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

| Business Lines | Capital Charge Factor | Fixed Factor | Gross Income (LKR'000)as at 30.09.2022 | | |
|---|---|---|---|---|---|
| | | | 1st Year | 2nd Year | 3rd Year |
| The Basic Indicator Approach | 15% | | 93,477,923 | 130,860,679 | 198,182,862 |
| **Capital Charges for Operational Risk(LKR'000)** | | | | | **21,126,073** |
| **Risk Weighted Amount for Operational Risk(LKR'000)** | | | | | **150,900,523** |