

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	30.06.2024		31.03.2024	
	Bank	Group	Bank	Group
Basel III				
Regulatory Capital (LKR'000)				
Common Equity Tier 1	189,694,506	201,754,638	196,725,933	208,604,571
Tier 1 Capital	208,044,506	220,016,915	215,075,933	226,875,223
Total Capital	260,724,909	273,854,609	267,027,850	280,078,003
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital Ratio (Minimum Requirement- 8.50%)	10.85	11.31	11.35	11.79
Tier 1 Capital Ratio (Minimum Requirement- 10.00%)	11.90	12.33	12.41	12.82
Total Capital Ratio (Minimum Requirement- 14.00%)	14.91	15.35	15.41	15.83
Leverage Ratio (Minimum Requirement- 3.00%)	4.43	4.61	4.69	4.88

Item	Bank	
	30.06.2024	31.03.2024
Regulatory Liquidity		
Statutory Liquid Assests - Domestic (LKR '000)		1,647,384,518
Statutory Liquid Assests - FCBU (USD '000)		654,772
Statutory Liquid Assests Ratio (Minimum Requirement- 20%)		
Domestic Banking Unit (%)		43.41
Off -Shore Banking Unit(%)		62.31
Liquidity Coverage Ratio (%) - Rupee (Minimum Requirement 2023-100%, 2022- 100%)	329.00	348.00
Liquidity Coverage Ratio (%) - All Currency (Minimum Requirement 2023-100%, 2022-100%)	249.51	248.61
Net Stable Funding Ratio (%) (Minimum Requirement 2023- 100%, 2022 -100%)	152	157

Disclosure 2 : Basel III Computation of Capital Ratios

Item	30.06.2024		31.03.2024	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Common Equity Tier 1 (CET 1) Capital after Adjustments	189,694,506	201,754,638	196,725,933	208,604,571
Common Equity Tier 1 (CET 1) Capital	220,030,949	227,949,164	226,043,983	233,843,468
Equity Capital (Stated Capital)/ Assigned Capital	25,730,000	25,730,000	25,730,000	25,730,000
Reserve Fund	15,665,000	15,665,000	15,665,000	15,665,000
Published Retained Earnings/(Accumulated Retained Losses)	165,986,048	167,697,741	171,351,609	173,063,302
Published Accumulated other Comprehensive Income(OCI)	12,480,834	18,489,779	13,128,307	19,018,522
General and other Disclosed Reserves	169,067	366,644	169,067	366,644
Unpublished current year's profit/(losses) and gains reflected in OCI	-	-	-	-
Ordinary shares issued by consolidated banking and financial subsidiaries held by third parties	-	-	-	-
Total Adjustments to CET 1 Capital	30,336,443	26,194,526	29,318,050	25,238,897
Goodwill(net)	-	-	-	-
Intangible Assests (net)	1,307,950	1,423,023	1,416,720	1,499,265
Revaluation losses of property, plant and equipment	-	-	52,913	52,913
Deferred tax assets (net)	23,492,787	23,562,233	22,527,173	22,623,375
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	1,281,377	1,209,270	1,135,083	1,063,344
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	4,254,329	-	4,186,160	-
Shortfall of capital in financial subsidiaries	-	-	-	-
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	52,680,402	53,837,695	51,951,917	53,202,780
Tier 2 Capital	52,773,357	53,837,695	52,036,617	53,202,780
Qualifying Tier 2 Capital Instruments	20,980,270	21,532,694	22,629,270	23,306,260
Revaluation Gains	12,094,493	12,094,493	9,902,177	9,902,177
General Provisions	19,698,593	20,210,507	19,505,170	19,994,343
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustment to Tier 2	92,954	-	84,701	-
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	92,954	-	84,701	-
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	189,694,506	201,754,638	196,725,933	208,604,571
Total Tier 1 Capital	208,044,506	220,104,638	215,075,933	226,954,571
Total Capital	260,724,909	273,942,333	267,027,850	280,157,351

Item	30.06.2024		31.03.2024	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Total Risk Weighted Assets (RWA)	1,748,590,038	1,784,459,007	1,733,020,324	1,769,084,244
RWAs for Credit Risk	1,575,887,435	1,616,840,579	1,560,413,625	1,599,547,428
RWAs for Market Risk	14,657,750	14,658,438	14,348,947	14,356,803
RWAs for Operational Risk	158,044,853	152,959,990	158,257,752	155,180,013
CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D-SIBs)(%)	10.85	11.31	11.35	11.79
of which :Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
of which :Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.50	1.50	0.02	0.02
Total Tier 1 Capital Ratio(%)	11.90	12.33	12.41	12.83
Total Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D- SIBs)(%)	14.91	15.35	15.41	15.84
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 as at 30.06.2024

	30.06.2024		31.03.2024	
	Bank	Group	Bank	Group
	LKR'000	LKR'000	LKR'000	LKR'000
Tier 1 Capital	208,044,506	220,016,915	215,075,933	226,875,223
Total Exposures	4,695,902,862	4,770,765,999	4,583,612,567	4,650,825,692
On-Balance Sheet Items (Excluding Derivatives and Securities Financing Transactions, but including Collateral)	4,372,161,400	4,420,924,463	4,237,921,316	4,303,192,915
Derivative Exposures	17,454,900	17,454,900	36,218,388	36,218,388
Securities Financing Transaction Exposures	105,174,532	131,274,607	117,871,568	119,813,095
Other Off- Balance Sheet Exposures	201,112,029	201,112,029	191,601,294	191,601,294
Basel III Leverage Ratio (%) (Tier 1 Capital/Total Exposure)	4.43	4.61	4.69	4.88

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

	30.06.2024	31.03.2024
	LKR'000	LKR'000
Total Available Stable Funding	3,131,159,287	3,032,404,628
Required Stable Funding - On Balance Sheet Assets	2,049,959,244	1,923,778,233
Required Stable Funding - Off Balance Sheet Assets	14,042,394	11,941,413
Total Required Stable Funding	2,064,001,638	1,935,719,645
NSFR	152%	157%

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

Item	Amount (LKR'000)			
	30.06.2024		31.03.2024	
	Total Un-Weighted Value	Total Weighted Value	Total Un-Weighted Value	Total Weighted Value
Total Stock of High -Quality Liquid Asset (HQLA)	1,656,704,104	1,656,704,104	1,636,099,158	1,627,880,149
Total Adjusted Level 1 Assets	1,618,022,859	1,618,022,859	1,594,284,848	1,594,284,848
Level 1 Assets	1,618,343,822	1,618,343,822	1,588,767,912	1,588,767,912
Total Adjusted Level 2A Assets	43,887,924	37,304,736	44,133,184	37,513,206
Level 2A Assets	43,887,924	37,304,736	44,133,184	37,513,206
Total Adjusted Level 2B Assets	2,111,091	1,055,546	3,198,063	1,599,031
Level 2B Assets	2,111,091	1,055,546	3,198,063	1,599,031
Total Cash Outflows	4,443,214,069	833,376,483	4,253,850,789	775,784,315
Deposits	2,424,077,350	242,407,735	2,372,314,882	237,231,488
Unsecured Wholesale Funding	1,328,274,657	540,025,673	1,220,817,284	494,953,126
Secured Funding Transactions	70,996,869	-	87,712,257	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other	610,238,852	41,316,735	572,489,144	43,082,479
Contingent Funding Obligations				
Additional Requirements	9,626,341	9,626,341	517,222	517,222
Total Cash Inflows	246,814,704	169,406,043	175,313,603	120,990,405
Maturing Secured Lending Transaction Backed by Collateral	25,600,000	-	2,000,000	-
Committed Facilities	5,000,000	-	5,000,000	-
Other Inflows by Counterparty which are Maturing Within 30 Days	191,504,117	159,537,116	153,866,557	120,470,564
Operational Deposits	14,841,660	-	13,927,205	-
Other Cash Inflows	9,868,927	9,868,927	519,841	519,841
Liquidity Coverage Ratio (%) (Stock of High quality Liquid Assets /Total Net Cash Outflows over the Next 30 Calender Days)*100		249.51		248.61

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	LK0357D23771	LK0357D23789			
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	29-Dec-16	29-Dec-16	29-Dec-17	31-Jul-18	17-Jul-19
Par Value of Instrument -LKR	100	100	100	100	100
Issued quantity (No of Debentures)	7,836	200	50,000,000	67,000,000	10,488,500
Issued Quantity (LKR'000)	784	20	5,000,000	6,700,000	1,048,850
Perpetual or Dated					Dated
Original Maturity Date, if Applicable	28-Dec-24	28-Dec-24	28-Dec-25	30-Jul-26	16-Jul-24
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	78	2	1,500,000	3,015,000	52,443
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
Coupons/Dividends					
Fixed or Floting Dividend/Coupon	FIXED	FLOATING	FIXED	FIXED	FIXED
Coupon Rate and any Related Index %	12.75	11.44	12.75	12.00	11.80
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
					Non Viability write down
Convertible or 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 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	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)	110,000	125,000	20,000	39,748	2,575,000
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	11.93
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
	Non Viability write down	Non Viability write down	Non Viability write down	Non Viability write down	Non Viability write down
Convertible or Non-Convertible					

Description of the Capital Instrument		
Issuer	Bank of Ceylon	Bank of Ceylon
Unique Identifier		
Governing Laws of the Instrument	Laws of Sri Lanka	Laws of Sri Lanka
Original Date of Issuance	30-Dec-22	27-Dec-23
Par Value of Instrument -LKR		
Issued quantity (No of Debentures)	64,900,000	100,000,000
Issued Quantity (LKR'000)	6,490,000	10,000,000
Perpetual or Dated	Dated	Dated
Original Maturity Date, if Applicable	29-Dec-27	27-Dec-28
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	4,543,000	9,000,000
Accounting Classification (equity/Liability)	Liability	Liability
Coupons/Dividends		
Fixed or Floting Dividend/Coupon	FIXED	FIXED
Coupon Rate and any Related Index %	29.00	15.00
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative
	Non Viability write down	Non Viability write down
Convertible or Non-Convertible		

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 30.06.2024					
	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	2,339,746,044	17,496,578	2,339,746,044	3,499,316	104,727,636	4.47%
Claims on Foreign Sovereigns and their Central Bank	59,569,496	-	59,569,496	-	57,228,273	96.07%
Claims on Public Sector Entities	288,348,776	119,122,154	77,558,847	19,031,078	96,589,925	100.00%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	159,703,788	69,426,214	159,703,788	69,426,214	126,247,373	55.10%
Claims on Financial Institutions	3,793,050	-	3,793,050	-	2,355,614	62.10%
Claims on Corporates	275,242,902	289,209,955	232,954,079	47,721,022	267,137,244	95.18%
Retail Claims	581,947,704	258,854,823	522,649,973	-	396,362,717	75.84%
Claims Secured by Gold	160,463,946	-	160,463,946	-	4,407,401	2.75%
Claims Secured by Residential Property	83,890,349	-	83,890,349	-	39,189,213	46.71%
Claims secured by Commercial Real Estate	38,508,251	-	38,508,251	-	38,508,251	100.00%
Non- Performing Assets (NPAs)	130,216,163	-	130,216,163	-	165,825,217	127.35%
Higher - risk Categories	1,952,302	-	1,952,302	-	4,880,755	250.00%
Cash Items and Other Assets	315,737,953	40,012,845	315,737,953	40,012,845	272,427,816	76.58%
Total	4,439,120,723	794,122,569	4,126,744,240	179,690,475	1,575,887,435	36.59%

Credit Risk Under Standardised Approach

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

Asset Class	Amount (LKR'000) as at 30.06.2024					
	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	2,359,140,799	17,496,578	2,359,140,799	3,499,316	104,727,636	4.43%
Claims on Foreign Sovereigns and their Central Bank	59,569,496	-	59,569,496	-	57,228,273	96.07%
Claims on Public Sector Entities	300,332,157	119,122,154	77,558,847	18,992,407	96,551,254	100.00%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	159,781,124	69,426,214	159,781,124	69,426,214	126,324,710	55.11%
Claims on Financial Institutions	3,793,050	-	3,793,050	-	2,355,614	62.10%
Claims on Corporates	305,792,911	289,209,955	263,504,088	47,721,022	297,687,253	95.65%
Retail Claims	581,947,704	258,854,823	522,649,973	-	396,362,717	75.84%
Claims Secured by Gold	160,463,946	-	160,463,946	-	4,407,401	2.75%
Claims Secured by Residential Property	83,890,349	-	83,890,349	-	39,189,213	46.71%
Claims secured by Commercial Real Estate	38,508,251	-	38,508,251	-	38,508,251	100.00%
Non- Performing Assets (NPAs)	130,216,163	-	130,216,163	-	165,825,217	127.35%
Higher - risk Categories	-	-	-	-	-	-
Cash Items and Other Assets	331,217,702	40,012,845	331,217,702	40,012,845	287,673,040	77.49%
Total	4,514,653,651	794,122,569	4,190,293,788	179,651,804	1,616,840,579	37.00%

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

Description		Amount (LKR'000)as at 30.06.2024 (Post CCF & CRM)								Total Credit Exposures Amount
Asset Classes	Risk Weight	0%	20%	50%	60%	75%	100%	150%	>150%	
Claims on Central Government and Central Bank of Sri Lanka		1,819,559,918	520,186,126							2,339,746,044
Claims on Foreign Sovereigns and their Central Bank				4,682,445			54,887,051			59,569,496
Claims on Public Sector Entities			-				77,558,847			77,558,847
Banks										-
Claims on Banks Exposures			58,806,100	44,849,622			56,048,065			159,703,788
Claims on Financial Institutions			78,545	2,749,199			965,306	-		3,793,050
Claims on Corporates			6,331,365	15,491,443			210,839,930	291,341		232,954,079
Retail Claims					3,237,944	499,968,314	19,443,715			522,649,973
Claims Secured by Gold		138,431,730	22,031,020				1,197			160,463,946
Claims Secured by Residential Property				68,770,978			15,119,371			83,890,349
Claims secured by Commercial Real Estate							38,508,251			38,508,251
Non- Performing Assests(NPAs)							58,998,054	71,218,109		130,216,163
Higher-risk Categories									1,952,302	1,952,302
Cash Item and Other Assests		72,036,589	14,107,992				229,593,372			315,737,953
Total		2,030,028,238	621,541,147	136,543,687	3,237,944	499,968,314	761,963,158	71,509,450	1,952,302	4,126,744,240

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

Description		Amount (LKR'000)as at 30.06.2024 (Post CCF & CRM)								Total Credit Exposures Amount
Asset Classes	Risk Weight	0%	20%	50%	60%	75%	100%	150%	>150%	
Claims on Central Government and Central Bank of Sri Lanka		1,838,954,673	520,186,126							2,359,140,799
Claims on Foreign Sovereigns and their Central Bank				4,682,445			54,887,051			59,569,496
Claims on Public Sector Entities			-				77,558,847			77,558,847
Banks										-
Claims on Banks Exposures			58,806,100	44,849,622			56,125,402			159,781,124
Claims on Financial Institutions			78,545	2,749,199			965,306	-		3,793,050
Claims on Corporates			6,331,365	15,491,443			241,389,939	291,341		263,504,088
Retail Claims					3,237,944	499,968,314	19,443,715			522,649,973
Claims Secured by Gold		138,431,730	22,031,020				1,197			160,463,946
Claims Secured by Residential Property				68,770,978			15,119,371			83,890,349
Claims secured by Commercial Real Estate							38,508,251			38,508,251
Non- Performing Assests(NPAs)							58,998,054	71,218,109		130,216,163
Higher-risk Categories									-	-
Cash Item and Other Assests		72,271,114	14,107,992				244,838,596			331,217,702
Total		2,049,657,518	621,541,147	136,543,687	3,237,944	499,968,314	807,835,728	71,509,450	-	4,190,293,788

Disclosure 9 : Market Risk under Standardised Measurement Method

Item	30.06.2024		31.03.2024	
	Bank (LKR'000)	Group (LKR'000)	Bank (LKR'000)	Group (LKR'000)
(a) Capital Charge for Interest Rate Risk	675,880	675,880	833,628	833,628
General Interest Rate Risk	675,880	675,880	833,628	833,628
(i) Net Long or Short Position	675,880	675,880	833,628	833,628
(ii) Horizontal Disallowance	-	-	-	-
(iii) Vertical Disallowance	-	-	-	-
(iv) Options	-	-	-	-
Specific Interest Rate Risk	-	-	-	-
(b) Capital Charge for Equity	568,614	568,614	652,023	652,023
(i) General Equity Risk	295,633	295,633	342,109	342,109
(ii) Specific Equity Risk	272,981	272,981	309,914	309,914
(c) Capital Charge for Foreign Exchange & Gold	807,591	807,687	523,202	524,302
Total Capital Charge for Market Risk [(a)+(b)+(c)]	2,052,085	2,052,181	2,008,853	2,009,952
Total Risk Weighted Amount for Market Risk	14,657,750	14,658,438	14,348,947	14,356,803

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 30.06.2023		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		232,815,849	77,081,653	132,628,086
Capital Charges for Operational Risk(LKR'000)					22,126,279
Risk Weighted Amount for Operational Risk(LKR'000)					158,044,853

Operational Risk under Basic Indicator Approach -Group

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30.06.2023		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		225,037,719	63,179,066	140,071,187
Capital Charges for Operational Risk(LKR'000)					21,414,399
Risk Weighted Amount for Operational Risk(LKR'000)					152,959,990